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CIN: L51909DL1963GOI004033

No.BS/85/QFR/2022 8^{th} July 2022

The Listing Department, National Stock Exchange of India Ltd Exchange Plaza Bandra Kurla Complex **MUMBAI 400051** **Symbol & Series: MMTC /EQ**	Department of Corporate Services Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street **MUMBAI 400 001** **Company Scrip Code:513377**

Sub: Outcome of the Board Meeting held on 8^{th} July 2022.

Dear Sir,

Pursuant to provisions of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015("The Listing Regulations"), we wish t inform you that the Board of Directors of the company in its meeting held today, i.e. 8^{th} July 2022 approved the following:

(i) Audited Standalone financial results of the company for the quarter and year ended 31^{st} March 2022
(ii) Audited Consolidated financial results of the company for the quarter and year ended 31^{st} March 2022
(iii) Auditors' Report on Standalone and Consolidated Financial Results.

A copy of the standalone and consolidated audited financial results along with Auditors' Report on financial results (both standalone & consolidated financial results) as mentioned above are attached herewith, please.

The aforesaid results are also being disseminated on the company's website : www.mmtclimited.com

The Board Meeting commenced at 11.30 AM and concluded at 8.00 PM.

This is for your kind information and record.

Thanking you,

Yours faithfully,
For MMTC Limited,

G ANANDANARAYA NAN

(G Anandanarayanan)
Company Secretary

Encl:As above.

407, New Delhi House
27, Barakhamba Road
New Delhi - 110 001
☎ 011-41511406, 41511407
E-mail : camlpuri@gmail.com
Website:www.mlpuri.com

Auditor's Report on Annual Standalone Financial Results of MMTC Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

TO

THE BOARD OF DIRECTORS
MMTC Limited.

Qualified Opinion

We have audited the accompanying standalone Financial Results (**"the Statement"**) of MMTC Limited (**"the Company")**, for the year ended **31st March, 2022** and being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended ("Listing Regulation").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind-AS financial statements:

a. are presented in accordance with the requirements of Regulation 33 of the SEBI of Listing Regulations in this regard; and

b. Give a true and fair view in conformity with the recognition and measurement principals laid down in the applicable Indian accounting standards and other accounting principles generally accepted in India of the net loss including other comprehensive income and other financial information of the Company for the year ended 31st March, 2022.

Basis for Qualified Opinion

1. We draw attention to note no 2(b) of the accompanying financial results, which states that the quarterly returns or statements of current assets are filed by the company with banks on the basis of provisional monthly information statement prepared for internal purposes. As per Notification of Ministry of Corporate affairs ("MCA") dated 24 March 2021, in regards with amendments to schedule III of division II the Company is required to disclose the quarterly reconciliation of statements in agreement with the books. As informed by the management given the volume and nature of business the reconciliation of these statements could not be performed and material discrepancy if any could not be determined. Thus, the required disclosure has not been presented in the financial statement.

2. We draw attention to note no 4 of the accompanying financial results, which states that there are several provisions for doubtful recoverable amounting to INR 1.13 crore, the recoverability assessment of these balances could not be performed due to non-availability of sufficient information. The company has initiated an internal note to prepare a guideline to assess the recoverability of such balances. As per the management these provisions made relates to balances outstanding for a significant period of time and no sufficient evidence is available for recovery of these accounts, but due to non-availability of any internal guidelines these provisions have not been written off. Accordingly, the provisions and respective recoverable balances would have been reduced by INR. 1.13 crore.

M.L. PURI & CO. New Delhi FRN No. 002312N Chartered Accountants

3. We draw attention to note no 6 of the accompanying financial statement, which states that the liability @1.5% of profit before tax ("PBT") for the year in respect of scheme for retirees prior to 01.01.2007 (closed group) has not been recognised even though the Company has reported PBT of INR. 120.60 crore, on the basis of affordability. Also, the Company has not provided form PRMBS (open group) @ 4.5% of Basic and DA for serving employees. During the year provision in respect of retirees after 01.01.2007 pertaining to FY 2019-20 and 2020-21 has been withdrawn due to loss during these previous years. The management will review the above in the next financial year. The non-recognition of provision according to the schemes above constitutes a departure from the accounting standards as prescribed under section 133 of the Act. An amount of INR. 1.81 crore (1.5% of PBT) and INR. 3.29 crore (4.5% of Basic and DA) estimated by the management, should have been provided as per the accounting standards. Accordingly, the provision for PRMBS would have been increased by INR. 5.10 crore and net income and shareholders' fund would have been reduced by the given amount.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013("the act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by The Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of standalone financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone Ind-AS financial statements.

Emphasis of Matter

Restructuring and default in loan repayment

We draw attention to Note No. 2 of the accompanying financial results, which states that the Company had requested all lender banks for restructuring of loan in terms of RBI Circular no. RBI/2020-21/16 DOR No.BP/BC/3/21.04.048/2020-21 dated 06.08.2020 for resolution of Covid-19 related stress, the loan was further restructured as on 08.06.2021 wherein the due date of loan and interest repayment was 30.03.2022 with a review period of 30 days. Total outstanding bank loan and interest was to be paid in one go on or before 29.04.2022 (30 days review period after 30.03.2022), mainly out of NINL divestment. As bank loan along with interest could not be repaid on due date/ review period due to non-receipt of disinvestment proceeds of NINL, MMTC account with all lender banks has been downgraded to Sub-standard/ NPA w.e.f. 08.06.2021 ie. the date of loan restructuring. Penal provisions were applicable as per loan restructuring agreements and other legislations and penal/card rate of interest was to be charged on default amount. Consequent upon receipts of divestment proceeds from NINL on 4.7.2022 an amount of INR. 2551.44 crore as on 31.3.2022 have been paid towards principal and normal agreed interest upto 31.3.2022. Further as on 6.7.2022 statement have been obtained and lenders have provided statement with only penal interest form 1.4.2022 till date of payment of complete loan balances. The Company has taken up with the lenders, during Joint lenders meet "JLM" held on 07.07.2022 to waive off all the penal and other charges including penal/card rate charges prior to 01.04.2022 if any.

Our opinion is not modified in respect of the above matter.

M.L. PURI & CO. New Delhi FRN No. 002312N Chartered Accountants

Non-compliance of regulation 33 of SEBI

We draw attention to Note No. 5 to the accompanying financial statements, which states that the Company has created a contingent liability of INR 0.07 crore on account of demand raised by Stock Exchange Board of India (SEBI) in relation to non-compliance of regulation 33 of SEBI. The management is in the process of having these demands waived and thus no provision has been made in the financial statements

Our opinion is not modified in respect of the above matter.

Management's Responsibility for the Standalone Financial Statements

The statement which is the responsibility of the company's management and approved by the board of directors, has been prepared on the basis of the related standalone financial statement of the company. Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation presentation of these standalone financial statements that give a true and fair view of the financial position/financial performance, changes in equity and cash flows of the Company in accordance to the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with relevant rules issued there under 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial result, Board of Directors is 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 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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 financial statements.

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

M.K. PURI & CO. New Delhi FRN No. 002312N Chartered Accountants

- Identify and assess the risks of material misstatement of the financial statements, 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 on whether the company has adequate internal financial controls system 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 auditor's report to the related disclosures in the financial statements 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements 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:

The standalone financial results include the results for the quarter ended 31, March 2022 being the derived figures between the audited figures in respect of the full financial year and published unaudited year to date figures up to the fourth quarter of the current financial year which were reviewed by us.

For M. L. Puri & Company
Chartered Accountants
FRN: 002312N

M.L. PURI & CO. New Delhi FRN No. 002312N Chartered Accountants

CA R.C. Gupta
Partner
M.N.: 095584

Date: 08th July 2022
Place: New Delhi
UDIN: 22095584AMMYWY7935

MMTC LIMITED
CIN : L51909DL1963GOI004033
(A Govt of India Enterprise)
Core - 1, Scope Complex
7, Institutional Area, Lodhi Road
New Delhi - 110 003.

Email : mmtc@mmtclimited.com Website : www.mmtclimited.com

PART I

Statement of Standalone Audited Financial Results for the Quarter and Year ended on 31/03/2022

(₹ in Crores, except per share data)

	Particulars	Standalone				
		Quarter Ended			Year Ended	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	**Income**					
	Revenue From Operations	1,170.41	1,663.53	8,225.30	8,393.29	26,381.61
	Other Income	5.01	1.13	11.52	54.44	42.19
	Total Income	1,175.42	1,664.66	8,236.82	8,447.73	26,423.80
2	**Expenses**					
	Cost of material consumed	19.16	44.29	20.38	107.40	75.51
	Purchase of Stock in Trade	578.28	1,477.11	6,560.35	7,284.64	24,948.63
	Changes in inventories of finished goods, stock in trade and work in progress	0.19	11.02	1,234.20	11.76	161.85
	Employees' Benefit Expenses	22.30	29.90	31.25	114.42	135.04
	Finance Cost	54.27	53.17	51.92	205.94	198.48
	Depreciation & Amortization Expenses	1.15	1.18	0.99	4.57	4.94
	Other Expenses					
	(i) Operating expenses	18.01	115.58	400.69	396.00	1,081.25
	(ii) Administrative expenses	23.29	6.37	5.54	46.13	28.28
	(iii) Others	1.07	-	6.86	1.07	6.86
	Total expenses	717.72	1,738.62	8,312.18	8,171.93	26,640.84
3	**Profit/(loss) before exceptional items and tax**	457.70	(73.96)	(75.36)	275.80	(217.04)
4	Exceptional Items	(16.10)	11.59	843.58	155.20	877.17
5	**Profit Before Tax**	473.80	(85.55)	(918.95)	120.60	(1,094.22)
6	**Tax expense**					
	Current tax	21.50	-	-	21.50	-
	Adjustments relating to prior periods	0.00	-	0.07	-	0.07
	Deferred tax	341.03	-	(324.60)	341.03	(324.60)
7	**Profit/(loss) for the Period**	111.27	(85.55)	(594.41)	(241.93)	(769.69)
8	**Other Comprehensive Income**					
i)	**Items that will not be reclassified to profit or loss:**					
	-Remeasurements of the defined benefit plans	11.68	0.09	7.16	11.90	6.93
	-Equity Instruments through other comprehensive income	(4.28)	2.68	(0.19)	0.97	1.07
	-Share of Other Comprehensive Income in Joint Venture (net of tax)					
	-Income Tax relating to these items	-	-	-	-	-
ii)	**Items that will be reclassified to profit or loss:**					
	-Exchange differences in translating financial statements of foreign operations					
	Other Comprehensive Income	7.40	2.77	6.97	12.87	8.00
9	Total Comprehensive Income for the period	118.67	(82.78)	(587.44)	(229.06)	(761.69)
	Earnings per equity share :					
	(1) Basic	0.74	(0.57)	(3.96)	(1.61)	(5.13)
	(2) Diluted	0.74	(0.57)	(3.96)	(1.61)	(5.13)

PART II

Information for the Quarter and Year ended on 31/03/2022

	Particulars	Standalone				
		Quarter Ended			Year Ended	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
A	**PARTICULARS OF SHAREHOLDING**					
1	Public shareholding					
	-Number of shares	151096857	151096857	151096857	151096857	151096857
	-Percentage of shareholding	10.07	10.07	10.07	10.07	10.07
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	-Number of shares					
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)					
	-Percentage of shares (as a % of the total share capital of the company)					
	b) Non - encumbered					
	-Number of shares	1348903143	1348903143	1348903143	1348903143	1348903143
	-Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares (as a % of the total share capital of the company)	89.93	89.93	89.93	89.93	89.93

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New Delhi
FRN No. 002312N
Chartered Accountants

	Particulars	3 months ended 31-Mar-22
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	2
	Received during the quarter	2
	Disposed of during the quarter	1
	Remaining unresolved at the end of the quarter	3

PART III

Segmentwise Revenue, Results and Assets & Liabilities

Particulars	Standalone				
	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment Revenue					
a) Precious Metals	515.62	1,576.58	5,192.14	6,013.01	14,029.93
b) Metals	18.13	-	29.01	30.33	74.03
c) Minerals	0.48	-	725.02	26.00	1,798.10
d) Coal & Hydrocarbon	628.71	64.93	95.79	751.09	586.14
e) Agro Products	0.02	0.14	248.64	75.60	671.45
f) Fertilizers	0.00	6.21	1,924.59	1,459.83	9,185.83
g) Others	7.44	15.67	10.12	37.42	36.14
TOTAL	1,170.41	1,663.53	8,225.30	8,393.29	26,381.61
Less: Inter Segment revenue	NIL	NIL	NIL	NIL	NIL
Net revenue	1,170.41	1,663.53	8,225.30	8,393.29	26,381.61
Segment Results Profit/(Loss) before tax and interest from each segment					
a) Precious Metals	5.96	8.33	15.63	27.73	53.13
b) Metals	0.00	-	0.32	0.18	0.80
c) Minerals & Ores	0.48	-	20.04	1.27	51.54
d) Hydrocarbon	547.61	0.57	(4.05)	547.84	(30.73)
e) Agro Products	0.03	0.14	3.24	2.74	7.02
f) Fertilizers	0.01	6.20	5.92	10.11	29.40
g) Others	0.30	0.78	0.96	3.64	3.22
TOTAL	554.39	16.02	42.06	593.51	114.38
Less : i) Interest(Net)	52.08	53.51	50.67	201.65	193.27
ii) Other un-allocable expenditure net off unallocable income	28.51	48.06	910.34	271.26	1,015.33
Profit from ordinary activities before tax	473.80	(85.55)	(918.95)	120.60	(1,094.22)

Particulars	Standalone				
	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment Assets					
a) Precious Metals	87.55	145.54	427.26	87.55	427.26
b) Metals	7.73	14.30	19.21	7.73	19.21
c) Minerals	23.58	24.89	333.84	23.58	333.84
d) Coal & Hydrocarbon	3695.73	3607.21	3,509.61	3695.73	3509.61
e) Agro Products	200.32	214.48	392.70	200.32	392.70
f) Fertilizer	18.26	32.61	19.81	18.26	19.81
g) Others	416.46	42.60	39.99	416.46	39.99
h) Unallocated Assets	313.33	670.22	764.33	313.33	764.33
TOTAL ASSETS	4,762.96	4,751.85	5,506.76	4,762.96	5,506.76

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Segment Liabilities					
a) Precious Metals	109.54	146.24	442.64	109.54	442.64
b) Metals	24.20	39.08	38.67	24.20	38.67
c) Minerals	26.66	26.05	343.55	26.66	343.55
d) Coal & Hydrocarbon	1353.66	1356.32	1200.13	1353.66	1200.13
e) Agro Products	268.16	257.15	432.70	268.16	432.70
f) Fertilizer	31.33	19.24	19.80	31.33	19.80
g) Others	17.35	19.91	23.71	17.35	23.71
h) Unallocated Liabilities	2738.66	2813.13	2583.10	2738.66	2583.10
TOTAL LIABILITIES	4,569.57	4,677.12	5,084.29	4,569.56	5,084.29

Cash Flow Statement For The Year Ended March 31, 2022

	Standalone			
Particulars	**For the year ended March 31, 2022**		**For the year ended March 31, 2021**	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/Loss before tax		120.60		(1,094.22)
Adjustment for:-				
Loss on valuation of inventories	0.01		1.59	
Depreciation & amortisation expense	4.57		4.94	
Net Foreign Exchange (gain)/loss	4.36		(11.95)	
(Profit) /Loss on sale of assets	(0.04)		(1.38)	
Provision for dimunition in value of non current investment	0.01		-	
Interest income	(4.30)		(4.68)	
Dividend income	(37.26)		(28.71)	
Finance Costs	205.83		197.99	
Interest Expense on Lease	0.11		0.49	
Debts/claims written off	0.02		5.80	
CSR expenditure	0.05		0.89	
Allowance for Bad and Doubtful Debts / claims/ advances	1.05		1.06	
Provision no longer Required	(23.22)		(0.30)	
Liabilities Written Back	(9.15)		(4.38)	
Provision for DWA risk	-		0.08	
		142.04		161.46
Operating Profit before Working Capital Changes		262.64		(932.75)
Adjustment for:-				
Inventories	15.84		170.51	
Trade Receivables	438.48		1,367.33	
Loans & Other Financial Assets	21.50		5.05	
Other current & non current assets	(147.12)		(92.81)	
Trade payables	(486.06)		113.90	
Other Financial Liabilities	9.61		7.26	
Other current & non current liabilities	(386.70)		73.70	
Provisions	160.39	(374.06)	879.34	2,524.28
		(111.42)		1,591.52
Taxes Paid		(0.97)		8.74
Net cash flows from operating activities		(112.39)		1,600.26
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(0.05)		(0.49)	
Sale of fixed Assets	0.04		2.61	
Sale/(Purchase) of Investment	0.00		0.02	
Interest received	4.30		4.68	
Dividend Received	37.26	41.55	28.71	35.53
Net cash flows from investing activities		41.55		35.53
C. CASH FLOW FROM FINANCING ACTIVITIES				
Borrowings	187.43		(1,367.87)	
Finance Costs	(205.83)		(197.99)	
Lease (Interest)	(0.11)		(0.49)	
Dividend (inclusive of tax) paid	-	(18.51)	-	(1,566.36)
Net Cash From Financing Activities		(18.51)		(1,566.36)
D. Net changes in Cash & Cash equivalents		(89.35)		69.44
E. Opening Cash & Cash Equivalents		132.71		63.27
F. Closing Cash & Cash Equivalents		43.36		132.71

M.L. PURI & CO. New Delhi FRN No. 002312N

(₹ in Crores)

	Particulars	Standalone (Audited) As at 31-Mar-22	31-Mar-21
A	**ASSETS**		
1	**Non-current assets**		
	Property, Plant and Equipment *	**30.57**	34.39
	Right to Use Assets	**2.97**	3.35
	Capital work-in-progress	**-**	0.00
	Investment Property	**3.71**	3.88
	Other Intangible assets	**0.24**	0.39
	Investments accounted for using the equity method		
	Financial Assets		
	Investments	**31.62**	22.83
	Trade receivables	**-**	-
	Loans	**2.28**	3.50
	Others	**45.36**	47.47
	Deferred tax assets (net)	**214.41**	555.44
	Other non-current assets	**24.04**	24.59
2	**Current assets**		
	Inventories	**29.79**	45.64
	Financial Assets		
	Investments	**-**	-
	Trade receivables	**135.10**	555.69
	Cash and cash equivalents	**43.36**	132.71
	Bank balances other than above	**17.46**	33.21
	Loans	**1.00**	1.36
	Others	**8.82**	26.62
	Current Tax Assets (Net)	**3.61**	2.64
	Other current assets	**3709.51**	3546.10
	Assets held for Sale	**459.11**	466.95
	TOTAL - ASSETS	**4762.96**	**5506.75**
B	**EQUITY AND LIABILITIES**		
1	**Equity**		
	Equity Share capital	**150.00**	150.00
	Other Equity	**43.40**	272.46
	LIABILITIES		
2	**Non-current liabilities**		
(a)	Financial Liabilities		
	Lease Liabilities	**3.46**	3.61
	Provisions	**37.40**	44.03
3	**Current liabilities**		
	Financial Liabilities		
	Borrowings	**2551.44**	2364.01
	Trade payables		
	(A) Total outstanding dues of micro and small enterpriese	**0.18**	0.03
	(B) Total outstanding dues of creditors other than micro and small enterpriese	**269.71**	764.98
	Lease Liabilities	**0.13**	0.35
	Other financial liabilities	**218.45**	**208.47**
	Other current liabilities	**385.54**	**772.23**
	Provisions	**1081.75**	**926.59**
	Current Tax Liabilities (Net)	**21.50**	-
	TOTAL - EQUITY AND LIABILITIES	**4762.96**	**5506.75**

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Note:

1) A provision of ₹ 877.43 crore was made during in FY 2020-21 towards Anglo Coal Liability along with detailed note disclosed in the last year account and further during the year 2021-22 a provision of ₹ 177.44 crore towards pre arbitration interest liability for the period 1.10.2009 to 24.9.2012 and exchange difference has been made. Further developments in respect of the legal case is under :
Thereafter in line with the opinion dated 27.03.2021 of Ld. AG, on disposal of Clarification application dated 19.04.2022, draft Curative Petition prepared by DMD Advocates sent to Ld. ASG for vetting and certification in consonance with direction of Board and DoC. Ld. ASG vetted the draft and the same was referred to Ld. AG through AOR for final settlement before filing. The Ld. AG vide letter dated 29.05.2022 now stated that this is not a fit case for Curative Petition. Copy of AG's letter was forwarded to DoC vide letter dated 08.06.2022. Thereafter the issue was formally taken up with Ld ASG that whether he is still willing for filing the curative petition by giving required certificate. Ld ASG has also declined MMTC curative petition at present.

2)

a) As per loan restructuring agreements, the due date of loan and interest repayment was 30.03.2022 with a review period of 30 days. Total outstanding bank loan and interest was to be paid in one go on or before 29.04.2022 (30 days review period after 30.03.2022), mainly out of NINL divestment As bank loan along with interest could not be repaid on due date/ review period due to non-receipt of disinvestment proceeds of NINL, MMTC Account with all lender banks has been downgraded to Sub-standard/ NPA w.e.f. 08.06.2021 ie. the date of loan restructuring. Penal provisions are now applicable as per loan restructuring agreements and other legislations. SBI has put all accounts on hold. SBI vide their mail dated 27.04.2022 had already intimated that if payment is not made upto 29.04.2022, MMTC account will be downgraded to Non-Performing Asset (NPA). In such a scenario, Bank's guidelines applicable for the NPA accounts will come into force, which includes but not limited to:
i. Initiate remedial measures for recovery of the outstanding amount.
ii. Concession extended, if any, shall be withdrawn and card rate shall be made applicable.
iii. Reset interest rate to the Card Rate applicable.
The communication in this regard has been sent to Stock Exchanges. A Joint Lender's Meeting was also held on 02.05.2022 and MMTC was allowed business transactions in respect of GMS e-auction. Statutory, utility and other essential payments were also allowed for survival and retaining the status as going concern. It was also mentioned in the minutes of the meeting that the downgrading of account is as per regulatory guidelines of RBI and penal interest/ card rate of respective banks would be applicable. Considering reasonable amount of certainty in realization of NINL disinvestment proceeds, lender banks did not intend to initiate any legal action/ other remedial measures for recovery process as of now.

MMTC has been facing liquidity crisis for long time. MMTC bank limit were exhausted mainly up to 2019-20 including MMTC internal resources for providing working capital/loan to NINL etc. MMTC liabilities at present are frozen on 31.03.2021 as per DIPAM/IMG. As per directives of Board, MMTC requested all lender banks for restructuring of loan in terms of RBI Circular no. RBI/2020-21/16 DOR No.BP/BC/3/21.04.048/2020-21 dated 06.08.2020 for resolution of Covid-19 related stress. The loan resolution plan was approved by all lender banks and was implemented w.e.f. 08.06.2021. Principal amount of loan outstanding as on the date of implementation of resolution plan was ₹ 2272.25 crore. Requisite information and / records were shared with banks and subsequently company and lender banks have signed Master Debt Resolution Agreement (MDRA), Trust and Retention Account Agreement (TRA) and other necessary documents thereto on 08.06.2021.DOC was kept informed about all developments/issues from time to time as required. Post implementation of loan restructuring, MMTC account remained regular/ standard with all the lender banks. By signing the documents, lenders waived existing event of default and no civil action or proceeding may be invoked under IBC. Under this scheme, the company has got moratorium/ deferment on recovery of interest for credit facilities upto 08.12.2021 for SBI and 31.03.2022 for other banks and for principal upto 31.03.2022 for all banks. MMTC continued to pay Karnataka Bank and started payment to SBI interest from Dec 21/ Jan 22. MMTC was not able to pay bank loans and interest on due date ie.30.03.2022 and further within the review period upto 29.04.2022, due to delay in receipt of NINL proceeds and substantial downsizing of business resulting in negligible trade income. As a consequence, MMTC account with all lender banks downgraded to substandard/ NPA w.e.f.08.06.2021 ie. The date of loan restructuring. MMTC had made several requests in this regard to banks and also informed SEs/DOC/DFS/ DIPAM. Efforts are being made to avoid adverse effects of NPA with requests / meetings with banks. The lender banks allowed statutory, utility and other

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essential payments and certain business transactions for survival of the company. Considering expected NINL disinvestment proceeds, lender banks did not intend to initiate any legal action/ other remedial measures for recovery process for the time being.

Consequent upon receipts of divestment proceeds from NINL on 4.7.2022 an amount of ₹ 2551.44 crore as on 31.3.2022 have been paid towards principal and normal agreed interest upto 31.3.2022. Further as on 6.7.2022 statement have been obtained and lenders have provided statement with penal interest form 1.4.2022 onwards only but company has paid only normal interest and taking off with lenders for waving of penal interest, processing fee, other extra charges for which company is hopeful of wavier and an amount of ₹ 50.30 crore paid on 6.7.2022 towards interest from 1.4.2022 till 6.7.2022 at normal rate.

b) The quarterly returns or statements of current assets are filed by the company with banks on the basis of provisional monthly information system prepared for internal purposes.

3) Investment in and advances to Neelachal Ispat Nigam Ltd (NINL)-Joint Venture company :-

(i) The company alongwith Government of Odisha has set up a 1.1 MT integrated steel plant in Odisha and invested ₹ 459.11 crore (P.Y. ₹ 459.11 crore) (Note 6) towards 49.78% in equity capital in NINL. The Government of India (CCEA) has accorded 'in principle' approval on 8th January, 2020 for strategic divestment of equity investment held by MMTC and other Central/State PSUs. The process of divestment is underway through Department of Investment and Public Asset Management (DIPAM). As per the Final financial Bid for divestment of NINL, DIPAM had declared M/s Tata Steel Long Products as the H1 bidder for enterprise value of ₹ 12,100.00 crore.

(ii) The company has been extending, from time to time, short term credit facility (cash credit) to NINL upto a limit of ₹ 1425.00 crore for its day to day operational activities on continuing basis. In addition, a trade related financial facility to the extent of ₹ 2038.10 crore has also been extended. Against this, outstanding under Other Assets (advances to related parties) (note 11) is ₹ 3463.11 crore (P.Y. ₹ 3528.47 crore). Further as per the provision of waterfall agreement signed for distribution of divestment proceeds pursuant to divestment process initiated and managed by DIPAM, seller/ promoters liabilities on NINL has been frozen upto 31.03.2021.

(iii) Reconciliation of accounts with NINL duly signed by MMTC & NINL has been done upto 31.03.2022 with outstanding balance of ₹ 3463.11 crore. NINL's confirmation of balance of ₹ 3463.11 crore as on 31.3.2022 has been obtained. This does not include Interest for the year 2021-22.

(iv) The company has also given corporate guarantees amounting to ₹ 1345.82 crore (P.Y. ₹1345.82 crore) in favour of FIs/Banks/others to secure the loans availed by NINL (note 34 (iii)). Since NINL is unable to service the interest of lenders, some of the lenders and bond holders have invoked the corporate guarantees, which are being addressed by NINL/MMTC separately. NINL is showing ₹ 1295.82 crore in its books against corporate guarantees given by MMTC. NINL has paid all bankers/FIIs/ Bond Holders in July 22 and accordingly MMTC has written to all Bankers/ FIIs / Bond Holders to treat MMTC Corporate Guarantee (CG) as Null and Void and to return the original guarantee at the earliest.

(v) The company has been recognising trade related interest during earlier years on accrual basis and is included in the outstanding advances. However, during 2019-20 & 2020-21 interest of ₹ 252.18 crore & ₹ 295.69 crore respectively was not recognised in the respective years which has been recognised during the year. Further as per the provision of waterfall agreement signed for distribution of divestment proceeds signed pursuant to divestment process initiated and managed by DIPAM, seller/ promoters liabilities on NINL has been frozen upto 31.03.2021. Interest for the year 2019-20 and 2020-21 has been recognised as other trade income during the current year however interest for the year 2021-22 has not been recognised. Deferred tax asset created during 2020-21 has been reversed in the current year.

(vi) NINL have given corporate gurantee of ₹2800.00 crore (P.Y. ₹ 2800.00 crore) to the company to secure credit facilities extended to them from time to time. After divestment NINL and receipt of funds by MMTC, NINL Corporate Gurantee (CG) is no more valid.

(vii) NINL has been incurring losses for last 10 years and its net worth has become negative ₹ (-) 3487.41 crore as on 31.03.2021 (P.Y. ₹ (-) 2564.71 crore as on 31.3.2020). Audited financial statements of NINL as on 31.3.2022 are not available as NINL is yet to finalise its audited accounts for the year 2021-22.

(viii) The final bid of ₹ 12,100 crores received from Tata Steel Long Product (TSLP) against NINL divestment. NINL disinvestment completed on 04.07.2022 and MMTC receipts are:-

Amount towards operational & & financial debt.	-	₹ 3463.11 crore
Amount towards sale consideration	-	₹ 1872.34 crore
(Net of withholding tax against Investment of ₹ 459.10 crore)		
Total Receipt by MMTC	-	₹ 5335.45 crore

(ix) Over the above, an amount of ₹ 911.16 crore towards contingent liabilities on account of Govt. dues (₹ 36.77 crore – Non Tax liabilities & ₹ 874.39 crore – Tax liabilities) have been provided for in an interest bearing Escrow Account which shall be passed on to Sellers in the ratio of their stake holding, if the liabilities are not crystallised by the end of retention period (2 years for non – tax liabilities and 3 years for tax liabilities).

(i) Out of realisation of ₹ 5335.45 crores, the estimated liabilities towards bank loan, Anglo Coal, dues to employees including VRS/ VSS and others liabilities may be in the range of ₹ 5200 crore to 5300 crore

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estimated in July 2022. This will be subject to actual settlement of liabilities/audit/reconciliation and direction from Ministry/ competent authority. This does not include contingent liabilities.

4) There are several provision for doubtful recoverable amounting to ₹ 1.13 crore, the recoverability assessment of these balances could not be performed due to non-availability of sufficient information. The company has initiated an internal note to prepare a guideline to assess the recoverability of such balances.
5) An amount of ₹ 0.07 crore on account of demand raised by Stock Exchange Board of India (SEBI) in relation to non-compliance of regulation 33 of SEBI has been shown as contingent liability.
6) The liability @ 1.50% of PBT for the year in respect of scheme for retirees prior to 1.1.2007 (closed group) has been not been recognised on the basis of affordability even though company has reported profit before tax ₹ 120.60 crore during the year. Also, the company has not provided for PRMBS for open group @ 4.50% Baisc+DA for serving employees. During the year provision in respect retirees after 1.1.2007 pertaining to year 2019-20 & 2020-21 has been withdrawn due loss during those year. Same will be reviewed during FY 2022-23.
7) MMTC limited is operating in seven business segments Precious Metals, Metals, Minerals, Coal and Hydrocarbon, Agro Products, Fertilizers and General Trade/ others. The business has been impacted due to the instruction of administrative ministry for downsizing/ VRS /Closure of offices etc. This has affected the financial performance of the company.
8) Previous quarters/year's figures have been re-grouped /re-arranged accordingly to make them comparable, wherever necessary.
9) The financial results for the Quarter ended 31st March 2022 are the balancing figures between audited figures in respect of the full financial year 2021-22 and the published year to date figures upto the third quarter of the current financial year.
10) The above financial results have been reviewed by Audit Committee of Directors & approved by the Board of Directors at their meeting held on 08.07.2022 and are subject to review by C&AG under section 143(6) of the Companies Act 2013.

BY ORDER OF THE BOARD OF DIRECTORS

Place: New Delhi
Date: 08.07.2022

(Kapil Kumar Gupta)
Director (F) & CFO
DIN: 08751137

M.L. PURI & CO.
New Delhi
FRN No.
002312N
Chartered Accountants

M. L. PURI & CO.
CHARTERED ACCOUNTANTS

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Auditor's Report on Annual Consolidated Financial Results of MMTC Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

TO

THE BOARD OF DIRECTORS
MMTC Limited.

We have audited the accompanying annual consolidated Financial Results of MMTC Limited (hereinafter referred to as "the Holding Company"), and its subsidiary (The holding company and its subsidiary together referred to as "the Group") and its joint ventures, for the year ended 31stMarch, 2022, ("the Statement"), being submitted by the Holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended ('Listing Regulations')

In our opinion and to the best of our information and according to the explanations given to us and based on consideration of the reports of other auditors on separate financial statement/financial information of subsidiaries and joint ventures, the statement:

a. Includes the results of the following entities (Annexure-1, Attached)
b. are presented in accordance with the requirements of Regulation 33 of the Listing regulations as amended; and
c. Give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the consolidated total comprehensive income (comprising of net loss and total comprehensive loss) and other financial information of the Group for the year ended 31st March, 2022.

<u>Basis of Qualified Opinion</u>

1. We draw attention to note no 2(b) of the accompanying consolidated financial results, which states that the quarterly returns or statements of current assets are filed by the company with banks on the basis of provisional monthly information statement prepared for internal purposes. As per Notification of Ministry of Corporate affairs ("MCA") dated 24 March 2021, in regards with amendments to schedule III of division II the Company is required to disclose the quarterly reconciliation of statements in agreement with the books. As informed by the management given the volume and nature of business the reconciliation of these statements could not be performed and material discrepancy if any could not be determined. Thus, the required disclosure has not been presented in the financial statement.

2. We draw attention to note no 4 of the accompanying consolidated financial results, which states that There are several provisions for doubtful recoverable amounting to INR 1.13 crore, the recoverability assessment of these balances could not be performed due to non-availability of sufficient information. The company has initiated an internal note to prepare a guideline to assess

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the recoverability of such balances. As per the management these provisions made relates to balances outstanding for a significant period of time and no sufficient evidence is available for recovery of these accounts, but due to non-availability of any internal guidelines these provisions have not been written off. Accordingly, the provisions and respective recoverable balances would have been reduced by INR. 1.13 crore.

3. We draw attention to note no 6 of the accompanying financial statement, which states that the liability @1.5% of profit before tax ("PBT") for the year in respect of scheme for retirees prior to 01.01.2007 (closed group) has not been recognised even though the Company has reported PBT of INR. 120.60 crore, on the basis of affordability. Also, the Company has not provided form PRMBS (open group) @ 4.5% of Basic and DA for serving employees. During the year provision in respect of retirees after 01.01.2007 pertaining to FY 2019-20 and 2020-21 has been withdrawn due to loss during these previous years. The management will review the above in the next financial year. The non-recognition of provision according to the schemes above constitutes a departure from the accounting standards as prescribed under section 133 of the Act. An amount of INR. 1.81 crore (1.5% of PBT) and INR. 3.29 crore (4.5% of Basic and DA) estimated by the management, should have been provided as per the accounting standards. Accordingly, the provision for PRMBS would have been increased by INR. 5.10 crore and net income and shareholders' fund would have been reduced by the given amount.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group and its joint venture entities in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

Restructuring and default in loan repayment

We draw attention to Note No. 2(a) of the accompanying consolidated financial results, which states that the Company had requested all lender banks for restructuring of loan in terms of RBI Circular no. RBI/2020-21/16 DOR No.BP/BC/3/21.04.048/2020-21 dated 06.08.2020 for resolution of Covid-19 related stress, the loan was further restructured as on 08.06.2021 wherein the due date of loan and interest repayment was 30.03.2022 with a review period of 30 days. Total outstanding bank loan and interest was to be paid in one go on or before 29.04.2022 (30 days review period after 30.03.2022), mainly out of NINL divestment. As bank loan along with interest could not be repaid on due date/ review period due to non-receipt of disinvestment proceeds of NINL, MMTC account with all lender banks has been downgraded to Sub-standard/ NPA w.e.f. 08.06.2021 ie. the date of loan restructuring. Penal provisions were applicable as per loan restructuring agreements and other legislations and penal/card rate of interest was to be charged on default amount. Consequent upon receipts of divestment proceeds from NINL on 4.7.2022 an amount of INR. 2551.44 crore as on 31.3.2022 have been paid towards principal and normal agreed interest upto 31.3.2022. Further as on 6.7.2022 statement have been obtained and lenders have provided statement

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with only penal interest form 1.4.2022 till date of payment of complete loan balances. The Company has taken up with the lenders, during Joint lenders meet "JLM" held on 07.07.2022 to waive off all the penal and other charges including penal/card rate charges prior to 01.04.2022 if any.

Our opinion is not modified in respect of the above matter.

Non-compliance of regulation 33 of SEBI

We draw attention to Note No. 5 to the accompanying consolidated financial results, which states that the Company has created a contingent liability of INR 0.07 crore on account of demand raised by Stock Exchange Board of India (SEBI) in relation to non-compliance of regulation 33 of SEBI. The management is in the process of having these demands waived and thus no provision has been made in the financial statements

Our opinion is not modified in respect of the above matter.

Management's Responsibility for the Consolidated Financial Statements

These annual consolidated financial results have been prepared on the basis of the annual consolidated financial statements.

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statement in term of the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its joint venture entities in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. The respective Board of Directors of the Company included in the Group and of its joint venture entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial statement 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 statements by the directors of the holding company as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing ability of the Group and of its joint venture entities 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 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 and of its joint venture entities are also responsible for overseeing the financial reporting process of the Group and of its associates and joint venture entities.

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Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 statements.

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 statements, 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 on whether the company has adequate internal financial controls system 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 ability of the Group and its joint venture entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements 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 auditor's report. However, future events or conditions may cause the Group and its joint venture entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its joint venture entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, 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 Holding Company and such other entity included in the Consolidated Financial Statements of which we are not the statutory 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.

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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 also performed procedure in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended to the extent applicable.

Other Matter:

1. We did not audit the financial statements / financial information of one wholly owned subsidiary incorporated in Singapore – MMTC Transnational Pte Ltd whose financial statement reflect total assets of INR. 408.70 Cr., net assets of INR. 46.50 Cr. as at 31st March, 2022, total revenues of INR. 3404.33 Cr and net cash outflow of INR.6.12 Cr and total net profit of INR. 6.86 Cr for the year ended on that date, as considered in the consolidated financial statements.
2. The consolidated financial statements also include the Group's share of net profit (including other comprehensive income) of INR. 11.55 Cr. for the year ended 31 March, 2022 as considered in the consolidated financial statements in respect of joint venture M/s MMTC Pamp India Pvt. Ltd. whose financial statements/financial information have not been audited by us.
3. The consolidated financial statements do not include Group's share of loss in five joint ventures company, M/s Free Trade Warehousing Pvt. Limited and Sical Iron Ore Terminal Limited,TM Mining Company Limited, MMTC Geetanjali Limited and Neelachal Ispat Nigam Limited (NINL) as the Group's share of its accumulated losses has exceeded the carrying value of the investment in respective aforesaid joint ventures of the Holding Company. The financial statements / financial information of these joint venture companies have neither been audited by us nor any financial statements (audited/unaudited) have been furnished to us by the Holding Company's Management and our opinion on the Consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary and six joint ventures, and our report in terms of the sub section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary and joint ventures is based solely on the report of the other auditors. The financial statements of subsidiary in Singapore have been adjusted by the Holding Company's Management in accordance with the accounting principles generally accepted in India including Indian Accounting Standards.
4. The consolidated financial results include the results for the quarter ended March 31, 2022 being the derived figures between the audited figures in respect of full financial year and the published unaudited year to date figures up to the fourth quarter of the current financial year which were subject to limited review by us.

Our opinion on consolidated financial result is not modified in respect of the above.

For M L Puri & Company
Chartered Accountants
FRN: 002312N

New Delhi
FRN No.
002312N
Chartered Accountants

CA R.C. Gupta
Partner
M.N.: 095584

Place: New Delhi
Date: 08-07-2022
UDIN: 22095584AMMZII9693

Annexure-1:

Subsidiaries of MMTC LTD	Status as at 31.03.2022
1. MMTC TRANSNATIONAL PTE LTD	1. Financial statements received

Joint Ventures of MMTC LTD	Status as at 31.03.2022
1. NEELACHAL ISPAT NIGAM LTD	1. Financial statements not received
2. MMTC GITANJALI LTD	2. Financial statements not received
3. FREE TRADE WATEHOUSING PVT LTD	3. Financial statements not received
4. MMTC PAMP INDIA PVT LTD	4. Financial statements received
5. SICAL IRON ORE TERMINAL LIMITED	5. Financial statements not received
6. TM MINING COMPANY LTD	6. Financial statements not received

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MMTC LIMITED
CIN : L51909DL1963GOI004033
(A Govt of India Enterprise)
Core - 1, Scope Complex
7, Institutional Area, Lodhi Road
New Delhi - 110 003.
Email : mmtc@mmtclimited.com Website : www.mmtclimited.com

(₹ in Crores, except per share data)

PART I
Statement of Consolidated Audited Financial Results for the Quarter and Year ended on 31/03/2022

Particulars	Consolidated				
	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1 Income					
Revenue From Operations	2,255.59	2,320.63	9,306.63	11,796.24	30,001.47
Other Income	5.22	1.17	7.54	17.73	17.67
Total Income	2,260.81	2,321.80	9,314.17	11,813.97	30,019.14
2 Expenses					
Cost of material consumed	19.16	44.29	20.38	107.40	75.51
Purchase of Stock in Trade	1,571.08	2,127.30	7,497.29	10,544.17	28,348.17
Changes in inventories of finished goods, stock in trade and work in progress	0.18	11.02	1,234.17	11.75	161.82
Employees' Benefit Expenses	24.11	31.12	33.38	119.32	140.21
Finance Cost	57.26	53.17	55.53	208.93	202.09
Depreciation & Amortization Expenses	1.38	1.35	1.23	5.31	5.69
Other Expenses					-
(i) Operating expenses	103.88	119.78	540.01	524.63	1,285.91
(ii) Administrative expenses	23.59	6.50	5.80	46.76	28.84
(iii) Others	1.07	-	6.86	1.07	6.86
Total expenses	1,801.71	2,394.53	9,394.64	11,569.34	30,255.10
3 Profit/(loss) before exceptional items and tax	459.10	(72.73)	(80.47)	244.63	(235.96)
4 Share of Profit / (loss) of joint venture	5.95	10.63	2.49	11.65	0.79
5 Profit/(loss) before exceptional items and tax including JV	465.05	(62.09)	(77.97)	256.28	(235.17)
6 Exceptional Items	(16.10)	11.59	843.59	155.20	877.18
7 Profit Before Tax	481.15	(73.68)	(921.56)	101.08	(1,112.35)
8 Tax expense					
Current tax	21.74	0.21	0.14	22.43	1.46
Adjustments relating to prior periods	-	-	0.07	-	0.07
Deferred tax	341.03	-	(324.60)	341.03	(324.60)
9 Profit/(loss) for the Period	118.38	(73.89)	(597.17)	(262.38)	(789.28)
10 Other Comprehensive Income					
i) Items that will not be reclassified to profit or loss:					
-Remeasurements of the defined benefit plans	11.68	0.09	7.16	11.90	6.93
-Equity Instruments through other comprehensive income	(4.28)	2.68	(0.19)	0.97	1.07
-Share of Other Comprehensive Income in Joint Venture (net of tax)	0.08	0.10	0.06	(0.10)	0.34
-Income Tax relating to these items	-	-	-	-	-
ii) Items that will be reclassified to profit or loss:					
-Exchange differences in translating financial statements of foreign operations	0.24	0.81	(0.26)	1.78	(2.79)
Other Comprehensive Income	7.72	3.68	6.77	14.55	5.55
11 Total Comprehensive Income for the period	126.10	(70.22)	(590.40)	(247.83)	(783.73)
Earnings per equity share :					
(1) Basic	0.79	(0.49)	(3.98)	(1.75)	(5.27)
(2) Diluted	0.79	(0.49)	(3.98)	(1.75)	(5.27)

PART II
Information for the Quarter and Year ended on 31/03/2021

	Particulars	Consolidated				
		Quarter Ended			Year Ended	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	-Number of shares	151096857	151096857	151096857	151096857	151096857
	-Percentage of shareholding	10.07	10.07	10.07	10.07	10.07
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	-Number of shares					
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)					
	-Percentage of shares (as a % of the total share capital of the company)					
	b) Non - encumbered					
	-Number of shares	1348903143	1348903143	1348903143	1348903143	1348903143
	-Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares (as a % of the total share capital of the company)	89.93	89.93	89.93	89.93	89.93

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PART III

Segmentwise Revenue, Results and Assets & Liabilities (₹ in Crores)

Particulars	Consolidated				
	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment Revenue					
a) Precious Metals	515.62	1,576.58	5,192.14	6,013.01	14,029.93
b) Metals	50.70	32.82	44.70	108.79	305.43
c) Minerals	12.26	63.04	735.64	125.15	1,819.20
d) Coal & Hydrocarbon	629.67	66.51	157.40	758.99	819.94
e) Agro Products	1,040.05	559.80	1,242.09	3,293.19	3,798.90
f) Fertilizers	(0.00)	6.21	1,924.54	1,459.83	9,191.94
g) Others	7.43	15.68	10.12	37.42	36.14
TOTAL	2,255.74	2,320.63	9,306.64	11,796.39	30,001.47
Less: Inter Segment revenue	NIL	NIL	NIL	NIL	NIL
Net revenue	2,255.74	2,320.63	9,306.64	11,796.39	30,001.47
Segment Results Profit/(Loss) before tax and interest from each segment					
a) Precious Metals	5.96	8.33	15.63	27.73	53.13
b) Metals	0.16	0.15	0.38	0.56	1.72
c) Minerals & Ores	0.56	0.57	20.14	2.14	51.72
d) Hydrocarbon	547.61	0.59	(3.71)	547.92	(29.39)
e) Agro Products	3.46	2.10	6.42	13.32	18.78
f) Fertilizers	0.01	6.20	5.94	10.15	29.47
g) Others	0.30	0.78	0.96	3.64	3.22
TOTAL	558.06	18.72	45.76	605.45	128.66
Less : i) Interest(Net)	54.89	53.47	51.86	204.23	193.24
ii) Other un-allocable expenditure net off unallocable income	27.97	49.57	917.95	311.79	1,048.56
iii) Share of Profit / (loss) of joint venture	5.95	10.64	2.49	11.65	0.79
Profit from ordinary activities before tax	481.15	(73.68)	(921.56)	101.08	(1,112.35)

Particulars	Consolidated				
	Quarter Ended			Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment Assets					
a) Precious Metals	87.55	145.54	427.26	87.55	427.26
b) Metals	7.73	20.98	19.21	7.73	19.21
c) Minerals	23.58	61.06	333.84	23.58	333.84
d) Coal & Hydrocarbon	3695.73	3607.21	3514.83	3695.73	3514.83
e) Agro Products	462.56	344.55	668.84	462.56	668.84
f) Fertilizer	17.42	32.61	19.74	17.42	19.74
g) Others	416.46	42.60	39.99	416.46	39.99
h) Unallocated Assets	72.36	325.48	450.15	72.36	450.15
TOTAL ASSETS	4,783.39	4,580.03	5,473.86	4,783.39	5,473.86
Segment Liabilities					
a) Precious Metals	109.54	146.24	442.64	109.54	442.64
b) Metals	27.34	42.72	38.67	27.34	38.67
c) Minerals	28.41	63.68	344.50	28.41	344.50
d) Coal & Hydrocarbon	1353.66	1356.32	1200.13	1353.66	1200.13
e) Agro Products	616.68	391.67	722.51	616.68	722.51
f) Fertilizer	31.41	19.31	19.88	31.41	19.88
g) Others	17.35	19.91	23.71	17.35	23.71
h) Unallocated Liabilities	2747.10	2814.37	2582.12	2747.10	2582.12
TOTAL LIABILITIES	4,931.48	4,854.22	5,374.12	4,931.48	5,374.12

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Cash Flow Statement For The Year Ended March 31, 2022

Particulars	Consolidated			
	For the year ended March 31, 2022		For the year ended March 31, 2021	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/Loss before tax		101.08		(1,112.35)
Adjustment for:-				
Loss on valuation of inventories	0.01		1.59	
Depreciation & amortisation expense	5.31		5.69	
Net Foreign Exchange (gain)/loss	4.42		(11.89)	
(Profit) /Loss on sale of assets	(0.04)		(1.37)	
Provision for dimunition in value of non current investment	0.01		-	
Interest income	(4.16)		(8.31)	
Dividend income	(0.08)		(0.07)	
Finance Costs	208.82		201.60	
Interest Expense on Lease	0.11		0.49	
Debts/claims written off	0.02		5.80	
CSR expenditure	0.05		0.89	
Allowance for Bad and Doubtful Debts / claims/ advances	1.05		1.06	
Provision no longer Required	(23.22)		(0.29)	
Liabilities Written Back	(9.15)		(4.38)	
Provision for DWA risk	-		0.08	
Share of (profit)/ loss of joint ventures accounted for using the equity method (net of income tax)	(11.65)	171.50	(0.79)	190.10
Operating Profit before Working Capital Changes		272.58		(922.25)
Adjustment for:-				
Inventories	15.84		170.47	
Trade Receivables	450.29		1,210.48	
Loans & Other Financial Assets	21.62		10.50	
Other current & non current assets	(111.72)		(70.01)	
Trade payables	(454.88)		344.81	
Other Financial Liabilities	10.60		6.58	
Other current & non current liabilities	(362.31)		65.96	
Provisions	160.25	(270.31)	879.34	2,618.13
		2.27		1,695.88
Taxes Paid		(2.60)		7.66
Net cash flows from operating activities		(0.33)		1,703.54
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(1.39)		(0.42)	
Sale of fixed Assets	0.04		2.61	
Purchase of Investments	0.01		0.02	
Interest received	4.16		8.31	
Dividend Received	0.08	2.90	0.07	10.59
Net cash flows from investing activities		2.90		10.59
C. CASH FLOW FROM FINANCING ACTIVITIES				
Borrowings	203.80		(1,431.69)	
Finance Costs	(208.82)		(201.60)	
Lease (Interest)	(0.11)		(0.49)	
Dividend (inclusive of tax) paid	-	(5.13)	-	(1,633.78)
Net Cash From Financing Activities		(5.13)		(1,633.78)
D. Net changes in Cash & Cash equivalents		(2.56)		80.35
E. Opening Cash & Cash Equivalents		155.00		32.56
F. Closing Cash & Cash Equivalents		152.44		155.00

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(₹ in Crores)

	Particulars	Consolidated (Audited) As at 31-Mar-22	Consolidated (Audited) As at 31-Mar-21
A	**ASSETS**		
1	**Non-current assets**		
	Property, Plant and Equipment	**30.69**	34.57
	Right to Use Assets	**3.66**	3.36
	Capital work-in-progress	**-**	-
	Investment Property	**3.70**	3.87
	Other Intangible assets	**0.23**	0.39
	Investments accounted for using the equity method	**91.42**	79.87
	Financial Assets		
	Investments	**11.03**	2.23
	Trade receivables	**-**	-
	Loans	**2.27**	3.49
	Others	**45.58**	47.50
	Deferred tax assets (net)	**214.41**	555.44
	Other non-current assets	**24.04**	24.75
		427.02	755.47
2	**Current assets**		
	Inventories	**29.80**	45.65
	Financial Assets		
	Investments	**-**	-
	Trade receivables	**401.65**	834.11
	Cash and cash equivalents	**152.44**	155.00
	Bank balances other than above	**49.45**	98.65
	Loans	**0.99**	1.36
	Others	**8.90**	27.02
	Current Tax Assets (Net)	**3.61**	2.64
	Other current assets	**3,709.53**	3,546.12
	Assets held for Sale	**-**	7.84
		4,356.37	4,718.39
	TOTAL - ASSETS	**4,783.39**	5,473.86
B	**EQUITY AND LIABILITIES**		
1	**Equity**		
	Equity Share capital	**150.00**	150.00
	Other Equity	**(298.09)**	(50.26)
		(148.09)	99.74
	LIABILITIES		
2	**Non-current liabilities**		
(a)	Financial Liabilities		
	Borrowings	**-**	-
	Other financial liabilities	**4.14**	3.61
	Provisions	**37.40**	44.03
		41.54	47.64
3	**Current liabilities**		
	Financial Liabilities		
	Borrowings	**2,621.65**	2,417.85
	Trade payables		
	(A) Total outstanding dues of micro and small enterpriese	**0.18**	0.03
	(B) Total outstanding dues of creditors other than micro and small enterpriese	**534.20**	998.28
	Lease Liabilities	**0.13**	0.35
	Other Financial Liabilities	**219.37**	209.30
	Other current liabilities	**410.13**	772.22
	Provisions	**1,082.00**	926.97
	Current Tax Liabilities (net)	**22.28**	1.48
		4,889.94	5,326.48
	TOTAL - EQUITY AND LIABILITIES	**4,783.39**	5,473.86

Note:

(1) The financial results does not include the profit/(loss) of following Joint Venture Companies as the group has stopped recognizing its share of losses of the joint venture having exceeded the carrying value of investment, while applying the equity method :-

Name of Joint Venture Company / Unabsorbed Loss	Quarter Ended 31-Mar-22 (Audited)	Quarter Ended 31-Dec-21 (Unaudited)	Quarter Ended 31-Mar-21 (Audited)	Year Ended 31-Mar-22 (Audited)	Year Ended 31-Mar-21 (Audited)	Investment in Joint Venture as at 31.3.2022*
Free Trade Warehousing Pvt. Ltd. (50 % equity share)	NA	-	(6.80)	NA	(6.79)	
Cumulative balance of loss carried forward at the period end	NA	-	(19.68)	NA	(19.68)	0.01

NA - Audited Financial Statements not received.

* During FY 2021-22 MMTC has fully impaired the investment in FTWPL

(2) The financial results does not include the results of following Joint Venture Company :-

	Name of Joint Venture Company	Reason for not consolidating
a)	Neelachal Ispat Nigam Limited (49.78 % Share in equity)	The company has fully impaired its equity investment of ₹ 459.11 Cr. in the joint venture due to previous years losses. The company has last received audited financial results from JV company upto 31.3.2021. The unabsorbed share in losses is ₹ 1734.22 Cr. as on 31.3.2021. The audited financial results for 2021-22 has not been received.
b)	MMTC Gitanjali Limited	The company has fully impaired its equity investment of ₹ 2.99 crore in its joint venture- M/s MMTC Gitanjali Limited during the year 2017-18 in view of the recent defaults made by the main promoter, as per the media reports the investigations launched by the investigating agencies against them and considering the fact that JV Company has suspended its business activities. The company has also given notice for exiting from the JV Company. The financial results have not been received from the JV Company hence the same has not been considered in preparation of consolidated financial results.
c)	Sical Iron Ore Terminal Ltd.	100% provision made.

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Note:

3) A provision of ₹ 877.43 crore was made during in FY 2020-21 towards Anglo Coal Liability along with detailed note disclosed in the last year account and further during the year 2021-22 a provision of ₹ 177.44 crore towards pre arbitration interest liability for the period 1.10.2009 to 24.9.2012 and exchange difference has been made. Further developments in respect of the legal case is under :
Thereafter in line with the opinion dated 27.03.2021 of Ld. AG, on disposal of Clarification application dated 19.04.2022, draft Curative Petition prepared by DMD Advocates sent to Ld. ASG for vetting and certification in consonance with direction of Board and DoC. Ld. ASG vetted the draft and the same was referred to Ld. AG through AOR for final settlement before filing. The Ld. AG vide letter dated 29.05.2022 now stated that this is not a fit case for Curative Petition. Copy of AG's letter was forwarded to DoC vide letter dated 08.06.2022. Thereafter the issue was formally taken up with Ld ASG that whether he is still willing for filing the curative petition by giving required certificate. Ld ASG has also declined MMTC curative petition at present.

4)
   a) As per loan restructuring agreements, the due date of loan and interest repayment was 30.03.2022 with a review period of 30 days. Total outstanding bank loan and interest was to be paid in one go on or before 29.04.2022 (30 days review period after 30.03.2022), mainly out of NINL divestment As bank loan along with interest could not be repaid on due date/ review period due to non-receipt of disinvestment proceeds of NINL, MMTC Account with all lender banks has been downgraded to Sub-standard/ NPA w.e.f. 08.06.2021 ie. the date of loan restructuring. Penal provisions are now applicable as per loan restructuring agreements and other legislations. SBI has put all accounts on hold. SBI vide their mail dated 27.04.2022 had already intimated that if payment is not made upto 29.04.2022, MMTC account will be downgraded to Non-Performing Asset (NPA). In such a scenario, Bank's guidelines applicable for the NPA accounts will come into force, which includes but not limited to:
   i. Initiate remedial measures for recovery of the outstanding amount.
   ii. Concession extended, if any, shall be withdrawn and card rate shall be made applicable.
   iii. Reset interest rate to the Card Rate applicable.
   The communication in this regard has been sent to Stock Exchanges. A Joint Lender's Meeting was also held on 02.05.2022 and MMTC was allowed business transactions in respect of GMS e-auction. Statutory, utility and other essential payments were also allowed for survival and retaining the status as going concern. It was also mentioned in the minutes of the meeting that the downgrading of account is as per regulatory guidelines of RBI and penal interest/ card rate of respective banks would be applicable. Considering reasonable amount of certainty in realization of NINL disinvestment proceeds, lender banks did not intend to initiate any legal action/ other remedial measures for recovery process as of now.

   MMTC has been facing liquidity crisis for long time. MMTC bank limit were exhausted mainly up to 2019-20 including MMTC internal resources for providing working capital/loan to NINL etc. MMTC liabilities at present are frozen on 31.03.2021 as per DIPAM/IMG. As per directives of Board, MMTC requested all lender banks for restructuring of loan in terms of RBI Circular no. RBI/2020-21/16 DOR No.BP/BC/3/21.04.048/2020-21 dated 06.08.2020 for resolution of Covid-19 related stress. The loan resolution plan was approved by all lender banks and was implemented w.e.f. 08.06.2021. Principal amount of loan outstanding as on the date of implementation of resolution plan was ₹ 2272.25 crore. Requisite information and / records were shared with banks and subsequently company and lender banks have signed Master Debt Resolution Agreement (MDRA), Trust and Retention Account Agreement (TRA) and other necessary documents thereto on 08.06.2021.DOC was kept informed about all developments/issues from time to time as required. Post implementation of loan restructuring, MMTC account remained regular/ standard with all the lender banks. By signing the documents, lenders waived existing event of default and no civil action or proceeding may be invoked under IBC. Under this scheme, the company has got moratorium/ deferment on recovery of interest for credit facilities upto 08.12.2021 for SBI and 31.03.2022 for other banks and for principal upto 31.03.2022 for all banks. MMTC continued to pay Karnataka Bank and started payment to SBI interest from Dec 21/ Jan 22. MMTC was not able to pay bank loans and interest on due date ie.30.03.2022 and further within the review period upto 29.04.2022, due to delay in receipt of NINL proceeds and substantial downsizing of business resulting in negligible trade income. As a consequence, MMTC account with all lender banks downgraded to substandard/ NPA w.e.f.08.06.2021 ie. The date of loan restructuring. MMTC had made several requests in this regard to banks and also informed SEs/DOC/DFS/ DIPAM. Efforts are being made to avoid adverse effects of NPA with requests / meetings with banks. The lender banks allowed statutory, utility and other

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essential payments and certain business transactions for survival of the company. Considering expected NINL disinvestment proceeds, lender banks did not intend to initiate any legal action/ other remedial measures for recovery process for the time being.

Consequent upon receipts of divestment proceeds from NINL on 4.7.2022 an amount of ₹ 2551.44 crore as on 31.3.2022 have been paid towards principal and normal agreed interest upto 31.3.2022. Further as on 6.7.2022 statement have been obtained and lenders have provided statement with penal interest form 1.4.2022 onwards only but company has paid only normal interest and taking off with lenders for waving of penal interest, processing fee, other extra charges for which company is hopeful of wavier and an amount of ₹ 50.30 crore paid on 6.7.2022 towards interest from 1.4.2022 till 6.7.2022 at normal rate.

b) The quarterly returns or statements of current assets are filed by the company with banks on the basis of provisional monthly information system prepared for internal purposes.

5) Investment in and advances to Neelachal Ispat Nigam Ltd (NINL)-Joint Venture company :-

(i) The company alongwith Government of Odisha has set up a 1.1 MT integrated steel plant in Odisha and invested ₹ 459.11 crore (P.Y. ₹ 459.11 crore) (Note 6) towards 49.78% in equity capital in NINL. The Government of India (CCEA) has accorded 'in principle' approval on 8th January, 2020 for strategic divestment of equity investment held by MMTC and other Central/State PSUs. The process of divestment is underway through Department of Investment and Public Asset Management (DIPAM). As per the Final financial Bid for divestment of NINL, DIPAM had declared M/s Tata Steel Long Products as the H1 bidder for enterprise value of ₹ 12,100.00 crore.

(ii) The company has been extending, from time to time, short term credit facility (cash credit) to NINL upto a limit of ₹ 1425.00 crore for its day to day operational activities on continuing basis. In addition, a trade related financial facility to the extent of ₹ 2038.10 crore has also been extended. Against this, outstanding under Other Assets (advances to related parties) (note 11) is ₹ 3463.11 crore (P.Y. ₹ 3528.47 crore). Further as per the provision of waterfall agreement signed for distribution of divestment proceeds pursuant to divestment process initiated and managed by DIPAM, seller/ promoters liabilities on NINL has been frozen upto 31.03.2021.

(iii) Reconciliation of accounts with NINL duly signed by MMTC & NINL has been done upto 31.03.2022 with outstanding balance of ₹ 3463.11 crore. NINL's confirmation of balance of ₹ 3463.11 crore as on 31.3.2022 has been obtained. This does not include Interest for the year 2021-22.

(iv) The company has also given corporate guarantees amounting to ₹ 1345.82 crore (P.Y. ₹1345.82 crore) in favour of FIs/Banks/others to secure the loans availed by NINL (note 34 (iii)). Since NINL is unable to service the interest of lenders, some of the lenders and bond holders have invoked the corporate guarantees, which are being addressed by NINL/MMTC separately. NINL is showing ₹ 1295.82 crore in its books against corporate guarantees given by MMTC. NINL has paid all bankers/FIIs/ Bond Holders in July 22 and accordingly MMTC has written to all Bankers/ FIIs / Bond Holders to treat MMTC Corporate Guarantee (CG) as Null and Void and to return the original guarantee at the earliest.

(v) The company has been recognising trade related interest during earlier years on accrual basis and is included in the outstanding advances. However, during 2019-20 & 2020-21 interest of ₹ 252.18 crore & ₹ 295.69 crore respectively was not recognised in the respective years which has been recognised during the year. Further as per the provision of waterfall agreement signed for distribution of divestment proceeds signed pursuant to divestment process initiated and managed by DIPAM, seller/ promoters liabilities on NINL has been frozen upto 31.03.2021. Interest for the year 2019-20 and 2020-21 has been recognised as other trade income during the current year however interest for the year 2021-22 has not been recognised. Deferred tax asset created during 2020-21 has been reversed in the current year.

(vi) NINL have given corporate gurantee of ₹2800.00 crore (P.Y. ₹ 2800.00 crore) to the company to secure credit facilities extended to them from time to time. After divestment NINL and receipt of funds by MMTC, NINL Corporate Gurantee (CG) is no more valid.

(vii) NINL has been incurring losses for last 10 years and its net worth has become negative ₹ (-) 3487.41 crore as on 31.03.2021 (P.Y. ₹ (-) 2564.71 crore as on 31.3.2020). Audited financial statements of NINL as on 31.3.2022 are not available as NINL is yet to finalise its audited accounts for the year 2021-22.

(viii) The final bid of ₹ 12,100 crores received from Tata Steel Long Product (TSLP) against NINL divestment. NINL disinvestment completed on 04.07.2022 and MMTC receipts are:-

Amount towards operational & & financial debt.	-	₹ 3463.11 crore
Amount towards sale consideration	-	₹ 1872.34 crore
(Net of withholding tax against Investment of ₹ 459.10 crore)		
Total Receipt by MMTC	-	₹ 5335.45 crore

(ix) Over the above, an amount of ₹ 911.16 crore towards contingent liabilities on account of Govt. dues (₹ 36.77 crore – Non Tax liabilities & ₹ 874.39 crore – Tax liabilities) have been provided for in an interest bearing Escrow Account which shall be passed on to Sellers in the ratio of their stake holding, if the liabilities are not crystallised by the end of retention period (2 years for non – tax liabilities and 3 years for tax liabilities).

(x) Out of realisation of ₹ 5335.45 crores, the estimated liabilities towards bank loan, Anglo Coal, dues to employees including VRS/ VSS and others liabilities may be in the range of ₹ 5200 crore to 5300

V.L. PURI & CO. New Delhi FRN No. 002312N Chartered Accountants crore estimated in July 2022. This will be subject to actual settlement of liabilities/audit/reconciliation and direction from Ministry/ competent authority. This does not include contingent liabilities.

6) There are several provision for doubtful recoverable amounting to ₹ 1.13 crore, the recoverability assessment of these balances could not be performed due to non-availability of sufficient information. The company has initiated an internal note to prepare a guideline to assess the recoverability of such balances.
7) An amount of ₹ 0.07 crore on account of demand raised by Stock Exchange Board of India (SEBI) in relation to non-compliance of regulation 33 of SEBI has been shown as contingent liability.
8) The liability @ 1.50% of PBT for the year in respect of scheme for retirees prior to 1.1.2007 (closed group) has been not been recognised on the basis of affordability even though company has reported profit before tax ₹ 101.08 crore during the year. Also, the company has not provided for PRMBS for open group @ 4.50% Baisc+DA for serving employees. During the year provision in respect retirees after 1.1.2007 pertaining to year 2019-20 & 2020-21 has been withdrawn due loss during those year. Same will be reviewed during FY 2022-23.
9) MMTC limited is operating in seven business segments Precious Metals, Metals, Minerals, Coal and Hydrocarbon, Agro Products, Fertilizers and General Trade/ others. The business has been impacted due to the instruction of administrative ministry for downsizing/ VRS /Closure of offices etc. This has affected the financial performance of the company.
10) Previous quarters/year's figures have been re-grouped /re-arranged accordingly to make them comparable, wherever necessary.
11) The financial results for the Quarter ended 31st March 2022 are the balancing figures between audited figures in respect of the full financial year 2021-22 and the published year to date figures upto the third quarter of the current financial year.
12) The above financial results have been reviewed by Audit Committee of Directors & approved by the Board of Directors at their meeting held on 08.07.2022 and are subject to review by C&AG under section 143(6) of the Companies Act 2013.

BY ORDER OF THE BOARD OF DIRECTORS

Place: New Delhi
Date: 08.07.2022

(Kapil Kumar Gupta)
Director (F) & CFO
DIN: 08751137

M.M. PURI & CO.
New Delhi
FRN No. 002312N
Chartered Accountants