

**JDS & CO.**  
CHARTERED ACCOUNTANTS

To

The Board of Directors of  
Hira Steels Limited  
720/1, Rawabhata Industrial Area,  
Raipur-493221 (Chhattisgarh)

**Independent Practitioner's Report on total balances of Secured and Unsecured creditors as on 31.07.2022.**

1. This Report is issued in accordance with the terms of our engagement letter/agreement dated 12.09.2022.
2. The accompanying secured and unsecured creditors as on 31.07.2022 (hereinafter referred together as the "Statement") contains on the basis of books of account and other relevant records produced before us by the company.

**Management's Responsibility for the Statement**

3. The preparation of the Statement is the responsibility of the Management of **Hira Steels Limited** (hereinafter the "Company") including the 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 presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

**Practitioner's Responsibility**

4. It is our responsibility to provide a reasonable assurance whether the amounts have been accurately extracted from the books of account and other relevant records for the as on 31.07.2022.
5. We conducted our examination of the Statement 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.
6. 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.



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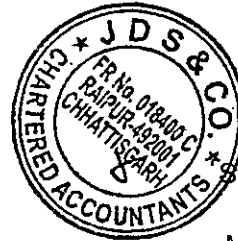
**Opinion**

7. Based on our examination, as above, we are of the opinion that the amounts in the Statement in respect of secured and unsecured creditors have been accurately extracted from the books of account and other relevant records as on 31.07.2022.

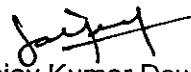
**Restriction on Use**

8. The certificate is addressed to and provided to the Board of Directors of the Company in connection with proposed merger of Jagdamba Power & Alloys Limited with Hira Steels Limited and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

UDIN : 22409524ATBDSU9308



For JDS Co.  
(ICAI Firm Regn.018400C)  
Chartered Accountants

  
Sanjay Kumar Dewangan  
Partner  
Membership No. 409524

Place: Raipur  
Date : 15.09.2022


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**Statement of Secured and Unsecured Creditors as on 31.07.2022.**

| SL. No.  | Particulars   | Reference | Amount (Rs.)        |
|----------|---|-----------|---------------------|
| <b>1</b> | <b>Secured Creditors</b>                              |           |                     |
|          | <b>Borrowings</b>                                     |           |                     |
|          | - Long term Borrowings from banks                     | Note- 5   | 32,48,93,656        |
|          | - Current Maturities of long term borrowings          | Note-8    | 3,67,73,552         |
|          | Cash Credit facilities from Bank                      | Note-8    | 11,24,70,923        |
|          | <b>Total of Secured Creditors</b>                     |           | <b>47,41,38,131</b> |
| <b>2</b> | <b>Unsecured Creditors</b>                            |           |                     |
|          | <b>Borrowings</b>                                     |           |                     |
|          | Loan and Advances from related parties                |           |                     |
|          | Repayable on demand                                   | Note- 8   | 15,00,77,048        |
|          | Trade Payables  | Note- 9   | 14,58,79,053        |
|          | Advance from Customer                                 | Note- 10  | 2,99,97,865         |
|          | Other Liabilities                                     | Note-10   | 2,16,65,910         |
|          | <b>Total of Unsecured Creditors</b>                   |           | <b>34,76,19,876</b> |
| <b>3</b> | <b>Provisions and statutory dues payable</b>          |           |                     |
|          | Provision for Gratuity & Leave encashment             | Note- 7   | 1,44,62,940         |
|          | Interest accrued but not due                          | Note-10   | 2,31,077            |
|          | Statutory Dues Payable                                | Note- 10  | 39,52,916           |
|          | Provision for expenses                                | Note- 10  | 1,76,27,008         |
|          | Provision for Taxation                                | Note- 7   | 1,42,14,241         |
|          | <b>Total of Provisions and statutory dues payable</b> |           | <b>5,04,88,182</b>  |


Note: The Note Nos. referred to above are Notes of unaudited Interim Financial Statements of the company as on 31.07.2022

For, Hira Steels Limited

AP \*   
(Director)



For JDS & CO.  
(ICAI Firm Regn. No. 018400C)  
Chartered Accountants

  
Sanjay Kumar Dewangan  
Partner  
Membership No. 409524

Place: RAIPUR  
Date : 15.09.2022

6-CENTRAL AVENUE, CHOUBE COLONY, RAIPUR - 492001 (C.G.),  
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