+91 80931 15221
+91 90781 85221
scansteels@scansteels.com
www.scansteels.com

Date: 02.09.2026

To,
The General Manager-Listing
Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001.

Scrip Code - 511672

Sub: Annual Report for the Financial Year 2025-26

Ref: Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")

Dear Sir/Madam,

Please find enclosed **the Annual Report of the Company for the Financial Year 2025-26 along with the Notice** of the **33rd Annual General Meeting ("AGM")** scheduled to be held on **Wednesday, September 30, 2026 at 10:30 A.M. (IST)** through **Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM").** The **AGM will be held without the physical presence** of the Members at a common venue.

Further, pursuant to the applicable circulars issued by the Ministry of Corporate Affairs **("MCA")** and the Securities and Exchange Board of India **("SEBI")**, the **Notice of the 33rd Annual General Meeting ("AGM")** along with the **Annual Report for the Financial Year 2025-26** is being sent **electronically** to those **Members whose e-mail addresses are registered with the Company or their respective Depository Participants.**

The **Notice of the 33rd Annual General Meeting ("AGM") along with the Annual Report** for the **Financial Year 2025-26** is also available on the Company's website at www.scansteels.com.

You are requested to take the above information on record.

Thanking You,

Yours Faithfully,

For SCAN STEELS LIMITED

PRABIR KUMAR DAS Digitally signed by PRABIR KUMAR DAS Date: 2026.09.02 10:32:29 +05'30'

SCAN STEELS LTD. MUMBAI

Prabir Kumar Das
Company Secretary& Compliance Officer
(Membership No: F6333)

Encl.: a/a

SCAN GROUP

SCAN STEELS LTD.

ANNUAL REPORT

& FINANCIAL STATEMENTS 2025-26

33rd Annual General Meeting

SHRISHTII TMT

Sawarmal Gadodia

Scan Group Founder & Visionary

SHRISHTII TMT®

ANDAR SE MAZBOOT

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Financial Statements

Go Green Initiative

Scan Steels LTD.

Achievements

Scan Steels a name to reckon in the steel industry with diversified steel products with the world class technology & infrastructure. It is self sufficient in all most all aspects of steel making with own Sponge Iron Plants, Induction Furnace, Rolling Mills, Billet-Caster, & Power Plant that supports India's Infrastructure Growth.

The Company has been honoured with ISO 9001, ISO 14001 and ISO 45001, ISI 1786, IS 2062 & IS 2830 Certificates.

Forward-looking statement

In this Annual Report, we have disclosed forward-looking information to enable investors to comprehend our prospects and take investment decisions. This report and other statements - written and/or oral – that we periodically make contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievements of results are subject to risks, uncertainties, and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated, or projected. Readers should keep this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

***The integrity of the information presented in this report has been assured by the Company's Board and Management. The financial and statutory data presented in this Report is in line with the requirements of the Companies Act, 2013 (including the rules made thereunder), Indian Accounting Standards, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the Secretarial Standards issued by The Institute of Company Secretaries of India. Assurance on financial statements has been provided by Independent Auditor's M/s. Das Pattnaik & Co., Chartered Accountants. Further, the Board's Report contains the secretarial audit report and report on Corporate Governance, provided by M/s. Amarendra Mohapatra & Associates, Practicing Company Secretaries, giving assurance on compliance with secretarial and governance requirements under the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Scan Steels approach to reporting aims at providing quantitative and qualitative disclosures on our relationships with the stakeholders and how our leadership, culture and strategy are aligned to deliver value while managing risks and changes to the external environment. Our Report provides a concise overview of our overall performance and prospects to assist the reader in making an informed decision on our ability to create value and on the future viability of our business.

BY ADOPTING NEW-AGE TECHNOLOGY, FOSTERING A CULTURE OF INNOVATION, FORMULATING RESPONSIBLE PRACTICES, EMPOWERING COMMUNITIES, AND BUILDING A FUTURE-READY AND RESILIENT WORKFORCE, SCAN STEELS AIMS TO BECOME THE MOST RESPECTED AND VALUABLE STEEL COMPANY.

KEY PERFORMANCE INDICATOR

Total Revenue (₹ in crore)	(5.80 % y-o-y)
₹ 839.88	
FY 2025-26	839.88
FY 2024-25	793.81
FY 2023-24	967.43

EPS (₹ per share)	(0.90% y-o-y)
₹ 3.38	
FY 2025-26	3.38
FY 2024-25	3.35
FY 2023-24	3.39

PAT & PAT Margin (₹ in crore)	(1.02% y-o-y)
₹ 19.81	
FY 2025-26	19.81
FY 2024-25	19.61
FY 2023-24	17.73

Net-worth (₹ in crore)	(5.64% y-o-y)
₹ 441.15	
FY 2025-26	441.15
FY 2024-25	417.59
FY 2023-24	399.60

* The above data is calculated as per Standalone Financial Statements.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Rajesh Gadodia : Non- Executive Chairman

Mr. Ankur Madaan : Whole -Time Director

Mr. Praveen Kumar Patro : Executive Director

Mr. Jitendriya Mohanty : Independent Director
(w.e.f 08.08.2025)

Ms. P. Monalisha : Independent Women Director
(w.e.f 08.08.2025)

Mrs. Sushama Anuj Yadav : Independent Women Director
(w.e.f 08.08.2025)

COMPANY SECRETARY & COMPLIANCE OFFICER
Mr. Prabir Kumar Das

CHIEF FINANCIAL OFFICER

Mr. Kalyan Kiran Mishra

AUDITORS

STATUTORY AUDITORS
M/s. Das Pattnaik & Co.,
Chartered Accountants

COST AUDITORS
M/s. Ray Nayak and Associates,
Cost Accountants

SECRETARIAL AUDITORS
M/s. Amarendra Mohapatra & Associates,
Practicing Company Secretary

INTERNAL AUDITORS
M/s. P.A. & Associates,
Chartered Accountants

BANKERS
State Bank of India
Punjab National Bank

INSURANCE
United India Insurance Company Limited
Tata AIG General Insurance Co. Ltd.
The New India Assurance Company Limited
ICICI Lombard GIC Ltd

REGISTRAR & TRANSFER AGENT
Adroit Corporate Services Pvt. Limited
17-20, Jafferbhoy Industrial Estate,
Makwana Lane, Marol Naka,
Andheri (E), Mumbai-400 059.
Tel: +91 22 42270400 / +91 22 42270423
+91 22 42270427 / +91 22 42270422
Fax: +91 22 28503748
Email: info@adroitcorporate.com
Web Site: www.adroitcorporate.com

REGISTERED OFFICE
104-105, "E- Square", 1st Floor,
Subhash Road, Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400057
Ph.: 022-26185461/62, Fax: 022-26185463
Email–id: secretarial@scansteels.com
Web: www.scansteels.com

CORPORATE OFFICE
Trishana Nirmalya,
Plot No. 516/1723/3991, 2nd Floor,
Magnetics Chowk, Patia, Bhubaneswar–751024
Ph. 8093115221
Email–id: secretarial@scansteels.com
Web: www.scansteels.com

WORKS
Scan Steels Limited
Unit - 1 Rambhahal, At- Keshramal, Rajgangpur, Sundergarh (Odisha)
Unit - 2 Gangajal, Budhakata, Sundergarh, Odisha
Unit - 3 Bai-bai, Tudalaga, Rajgangpur, Sundergarh, Odisha
Unit - 4 Vill -Veniveerapura, Ballari, Karnataka
Email–id: secretarial@scansteels.com
scansteels@scansteels.com
Web: www.scansteels.com

CHAIRMAN'S MESSAGE

33rd Annual General Meeting | 30 September 2026

Dear Members,

It gives me immense pleasure to present to you the **33rd Annual Report of Scan Steels Limited** for the financial year ended **31st March 2026**.

The year under review has been one of consolidation and strategic advancement for the Company. The Indian economy has continued to demonstrate strength, while the steel industry has remained an important pillar of the country's infrastructure and industrial development. Investments in infrastructure, housing, manufacturing, transportation, energy and urban development continue to provide a supportive foundation for long-term steel demand.

At the same time, the steel industry remains exposed to fluctuations in raw-material prices, energy and logistics costs, steel-price realisations, global trade developments, competitive intensity and changing regulatory requirements. In this environment, our focus has remained firmly centred on operational efficiency, prudent financial management, capacity enhancement, product diversification and sustainable value creation.

On behalf of the Board of Directors, I sincerely thank our shareholders, customers, bankers, financial institutions, suppliers, business associates, employees and all other stakeholders for their continued confidence, support and cooperation.

Financial Performance

I am pleased to inform you that the Company maintained a stable financial performance during FY 2025–26.

The Company recorded a **turnover of ₹ 838.26 crore**, as compared with **₹ 789.20 crore** in FY 2024–25, representing a growth of approximately **6.21%** over the previous financial year.

The Company recorded a **net profit of ₹ 19.80 crore** during FY 2025–26, as compared with **₹ 19.61 crore** in FY 2024–25.

The Company's performance was achieved in an operating environment characterised by volatility in raw-material prices, energy costs and market realisations. Through prudent financial management, operational efficiencies, cost optimisation and disciplined working-capital management, the Company continued to maintain profitability.

Our approach remains focused not merely on increasing volumes, but on achieving profitable growth, efficient capital utilisation, sustainable cash generation and improvement in long-term shareholder value.

Strengthening Our Manufacturing Capabilities

The Company continues to pursue a strategy of strengthening its manufacturing platform, increasing its presence in value-added steel products and improving the utilisation of its existing assets.

Our ongoing investments at **Budhakata and Ramabhahal** are important components of this strategy. These projects are intended to strengthen internal integration, improve production capabilities, diversify our product portfolio and provide a stronger foundation for future growth.

Expansion of MS Pipe and Structural Mill at Ramabhahal (unit-I), Dist- Sundargarh, Odisha

As part of our strategy to increase our presence in value-added steel products, the Company is in the process of establishing an MS Pipe and Structural Mill with an installed capacity of approximately 2,00,000 TPA at its Ramabhahal Unit.

The project represents an important step towards product diversification and is expected to provide the Company with greater flexibility to respond to changing market requirements.

The estimated project cost is ₹ 143 crore, proposed to be financed through a combination of ₹ 84 crore of debt from Punjab National Bank and the balance through internal accruals of the Company.

The project is progressing towards implementation. Based on the present project schedule, the Company expects the **MS Pipe and Structural Mill** to commence commercial production approximately 12 months subject to completion of the project and receipt of applicable approvals.

The new facility is expected to contribute to product diversification, strengthen the Company's market presence and support future growth.

Expansion of Melting Capacity at Budhakata(Unit-II), Dist- Sundargarh, Odisha

The Company is also undertaking an expansion of its melting and downstream manufacturing capabilities at its Budhakata Unit.

The project comprises three Induction Furnaces of 20 MT each and one 25 MT Ladle Refining Furnace (LRF), together with associated miscellaneous and supporting works.

The new facilities are primarily intended to support the Company's internal consumption requirements and strengthen the integration between its melting, refining and downstream manufacturing operations.

The LRF is expected to provide enhanced control over steel chemistry and refining parameters and facilitate the production of steel with consistent quality suitable for downstream applications.

I am pleased to inform you that the Budhakata (Unit-II) expansion project is progressing at a brisk pace. The term loan sanctioned by Punjab National Bank has been disbursed in accordance with the project requirements, supporting implementation of the project.

Based on the current project schedule, the Company expects the new facilities at Budhakata(Unit-II) to commence commercial production by December, 2026, subject to completion of the remaining project activities and applicable statutory and operational requirements.

The commissioning of the new facilities is expected to strengthen the Company's melting capacity and support improved utilisation of its downstream rolling facilities.

With the enhanced production capabilities and subject to market conditions, operational performance and timely commissioning of the projects, the Company is targeting a significant increase in revenue, with an anticipated top line of approximately ₹ 1,200 crore for FY 2026–27.

This target represents management's current business outlook and is subject to various commercial, operational and market-related risks and uncertainties.

Revival and Modernisation of Scan Kai Ispat Limited (Formally Bindals Sponnge Industries Limited)

Another significant strategic development is the revival and modernisation of **Scan Kai Ispat Limited (Formally Bindals Sponnge Industries Limited)**

an integrated iron and steel manufacturing facility located at **Sunakhani, Talcher, Odisha**.

Scan Kai Ispat Limited (Formally Bindals Sponnge Industries Limited) was incorporated in 2003 and commenced operations in 2005, with facilities for manufacturing Sponge Iron, M.S. Ingots and captive power generation. The operations were suspended on 22 January 2015 following the closure of its primary raw-material source, which resulted in financial stress and subsequently led to insolvency proceedings under the Insolvency and Bankruptcy Code, 2016.

Pursuant to approval of the resolution plan by the Hon'ble National Company Law Tribunal, the asset has been acquired by the new promoters. The outstanding dues to the lending banks, including Punjab National Bank and Indian Overseas Bank, have been settled and the requisite satisfaction of charges has been filed.

The new promoter structure comprises **Scan Steels Limited and KAI Ispat Private Limited**, with an equity participation of **50:50**.

The promoters collectively bring substantial experience in the iron and steel industry, supported by operational capabilities, market knowledge and established business relationships. The association with Scan Steels Limited is expected to provide additional benefits arising from its established industry experience, management capabilities and market presence.

The BSIL facility is spread over approximately 140 acres, with the factory established over approximately 69 acres of land. The acquired facility includes existing manufacturing infrastructure comprising approximately 300 TPD DRI capacity, two 15 MT Induction Furnaces, a Continuous Casting Machine (CCM) and a 12.5 MW Captive Power Plant, primarily intended to support internal consumption requirements.

The estimated project cost for the proposed revival and modernisation is approximately ₹ 221 crore, proposed to be funded through approximately ₹ 100 crore of debt and ₹ 121 crore of equity contribution.

Since the facility has remained non-operational for several years, substantial refurbishment, renovation, modernisation and recommissioning activities will be required before commercial operations can resume.

The new promoters have formulated a comprehensive revival and modernisation plan focused on restoring the existing facilities, improving operational efficiency, adopting appropriate energy-efficient technologies and strengthening backward and forward linkages.

The project also benefits from an existing industrial infrastructure, available land, its strategic location in the Talcher region and the potential benefit of captive power generation.

At present, the land is available and in possession, NCLT approval has been obtained and the outstanding bank dues have been settled. The remaining statutory, regulatory and operational approvals and requirements are being pursued in accordance with applicable laws and procedures.

The revival of **Scan Kai Ispat Limited (Formally Bindals Sponnge Industries Limited)** is strategically important as it provides an opportunity to unlock value from existing industrial assets and further strengthen the Group's integrated manufacturing ecosystem.

The management will continue to pursue the project with an emphasis on disciplined capital allocation, prudent financial management, operational efficiency and regulatory compliance.

Strategic Outlook

The long-term outlook for the Indian steel industry remains encouraging, supported by continued investments in infrastructure, housing, manufacturing, transportation, renewable energy and other capital-intensive sectors.

India's economic development and infrastructure requirements are expected to create sustained demand for steel over the long term.

Nevertheless, we remain conscious of the challenges associated with the steel business, including volatility in iron ore, coal and other input costs, energy and logistics costs, steel-price movements, global trade developments, competitive pressures, environmental requirements and changes in regulatory policies.

In this environment, our strategic priorities will remain focused on:

- expanding our presence in value-added and downstream steel products;
- strengthening internal and backward integration;
- modernising and optimising existing manufacturing assets;

- improving capacity utilisation and operational productivity;
- improving manufacturing and energy efficiency;
- maintaining disciplined working-capital management;
- strengthening internal cash generation;
- maintaining high standards of quality, safety and environmental compliance; and
- creating sustainable long-term value for our shareholders and other stakeholders.

The projects at Ramabhahal, Budhakata and Sunakhani are therefore part of a broader strategic roadmap aimed at creating a more integrated, efficient and diversified steel manufacturing platform.

Financial Discipline and Capital Allocation

The Board remains conscious that growth and expansion must be supported by sound financial fundamentals.

Accordingly, the Company is pursuing its expansion and modernisation initiatives through a combination of debt and internal/equity resources, as appropriate.

The management will continue to evaluate project implementation in a phased and disciplined manner, taking into consideration project viability, cash-flow generation, debt-servicing capability, market conditions and the Company's overall financial position.

Our approach to capital allocation will remain guided by the principles of prudence, sustainability and return on invested capital.

Sustainability, Safety and Governance

Responsible growth remains an integral part of our business philosophy.

As the Company expands its operations, we remain committed to responsible environmental practices, occupational health and safety, statutory compliance and sound corporate governance.

The Board and management will continue to ensure that the Company's operations and projects are undertaken in accordance with applicable laws, statutory approvals, environmental requirements and prescribed safety standards.

We recognise that our employees are among our most important assets. Their commitment and capabilities are fundamental to the Company's continued success. We will therefore continue to focus on employee development, skill enhancement, safety awareness and creation of a culture of accountability, teamwork and continuous improvement.

Corporate Social Responsibility

At Scan Steels Limited, we believe that responsible corporate citizenship is an important component of sustainable business growth.

Focus Areas of CSR

1. **Education**

   Education continues to be one of the principal focus areas of the Company's CSR initiatives. During the year, the Company extended support to **Saraswati Vidya Mandir**, Budhakata, Kutra, Dist-Sundargarh, Odisha towards school uniforms, mid-day meals and the cost of printing question papers. The Company also supported the installation of drinking water purifiers and the establishment of a computer laboratory equipped with computers and accessories.

   Support was further extended to **Srujan Academy, Baibai**, towards classroom and shed construction and provision of benches and desks, thereby contributing to the improvement of educational infrastructure and the learning environment.

   In addition, financial assistance was provided to **SSSG Trust** towards the construction of an ITI College, with the objective of supporting vocational education and skill development.

2. **Healthcare**

The Company recognises access to healthcare and basic facilities as important components of community well-being.

During FY 2025–26, financial assistance was provided to **Maharaja Agrasen Seva Sangh, Rourkela,** Dist-Sundargarh, Odisha towards artificial limbs, supporting persons requiring mobility assistance.

The Company also supported the provision of lunch to patients at **Lions Eye Hospital, Rourkela**, Dist-Sundargarh, Odisha and contributed towards the installation of drinking water purifiers at the hospital, supporting the availability of basic amenities for patients and visitors.

3. **Promoting Sports and Inclusion**

The Company believes that sports play an important role in developing discipline, confidence, teamwork and a spirit of participation.

During the year, assistance was provided to **Kesramal Gram Panchayat,** Rajgangpur Dist-Sundargarh, Odisha towards hockey coaching, encouraging participation in sports at the community level.

The Company also extended support to a physically challenged sportsperson by providing an international-level fencing wheelchair along with a complete weapon kit and safety kit. This initiative reflects the Company's commitment towards promoting inclusion and providing opportunities for persons with disabilities to participate in competitive sports.

4. **Animal Welfare**

As part of its commitment towards animal welfare, the Company provided financial assistance to **Shree Veer Pratap Gaushala, Rajgangpur**, Dist-Sundargarh, Odisha towards the cost of food for cows.

The initiative reflects the Company's broader commitment to responsible and compassionate community engagement.

5. **Community Development**

The Company also undertook initiatives aimed at strengthening community infrastructure and improving facilities available to local residents.

At **Briguliituli village near Budhakata, Sundargarh district**, the Company supported the development of a **community hall for the villagers**. The facility is intended to provide a common space for community gatherings, social activities and other local programmes.

The Company also supported the development of a **pond along with a ghat** in the area. The development of the water body and associated ghat is intended to strengthen local community infrastructure and provide a useful shared facility for the villagers.

6. **Solar-Powered Community Lighting**

In an effort to support sustainable community infrastructure, the Company supported the installation of **solar-powered LED lights in villages in the** Kutra Block of Sundargarh district. Odisha

The initiative promotes the use of renewable energy for community lighting and is intended to improve illumination in village areas while supporting a more sustainable approach to local infrastructure development.

7. **Funeral and Cremation Infrastructure**

Recognising the importance of providing dignified and appropriate community facilities, the Company supported the **development and establishment of funeral and cremation-related infrastructure** at Rajgangpur, Sundargarh district, Odisha.

The initiative is intended to provide improved and organised facilities for members of the local community and to support families during difficult circumstances with dignity and respect.

CSR Expenditure

The Company's CSR expenditure during FY 2025–26 was directed towards the above-mentioned focus areas and community initiatives.

The detailed CSR disclosures, including the applicable statutory particulars, are provided separately in the Annual Report in accordance with the applicable provision under Section 135 and the CSR Rules. Section 135 specifically deals with CSR applicability, committee, policy, expenditure and Board reporting.

The Company remains committed to undertaking CSR initiatives that create meaningful and measurable social impact.

Proposed Listing on the National Stock Exchange

The Company is also pursuing the process for listing its equity shares on the National Stock Exchange of India Limited (NSE).

The Company is undertaking the necessary regulatory, legal and procedural steps in this regard. Any proposed listing remains subject to satisfaction of applicable regulatory requirements and receipt of the requisite approvals.

We believe that, if successfully completed, a listing on the NSE may enhance the Company's visibility in the capital markets, broaden its investor base and provide greater market access and participation.

The management remains committed to pursuing the process in accordance with applicable laws, regulations and prescribed timelines.

Looking Ahead

The next phase of our journey presents significant opportunities as well as responsibilities.

Our immediate priorities are to successfully execute and commission the Budhakata expansion, progress the Ramabhahal MS Pipe and Structural Mill, advance the revival and modernisation of Scan Kai Ispat Limited (Formally Bindals Sponnge Industries Limited) improve capacity utilisation, strengthen our product mix and maintain financial discipline.

We recognise that successful execution requires not only investment but also disciplined project management, prudent capital allocation, operational excellence and effective risk management.

We remain confident that our manufacturing experience, established market presence, ongoing capacity expansion, focus on value-added products and committed workforce provide a strong foundation for the Company's future.

Our vision is to build a stronger, more integrated, efficient and sustainable steel manufacturing enterprise capable of delivering enduring value to our shareholders while contributing positively to our employees, customers, business partners and the communities in which we operate.

Appreciation

Before concluding, I would like to place on record my sincere appreciation to my fellow members of the Board for their guidance, valuable contribution and continued support.

I also extend my appreciation to our management team and employees across all our units for their dedication, commitment and hard work.

I would particularly like to thank our shareholders, customers, suppliers, bankers, financial institutions, government authorities, regulatory bodies and other business associates for their continued support and confidence in Scan Steels Limited.

The progress of the Company is the result of the collective efforts of our people and the trust of our stakeholders.

On behalf of the Board of Directors, I once again express my sincere gratitude to all our members and stakeholders for their continued confidence and support.

With your continued trust and support, we look forward to the next phase of Scan Steels Limited's growth journey.

Thank you.

Rajesh Gadodia

Chairman, Scan Steels Limited

SCAN STEELS LIMITED

(CIN: L27209MH1994PLC076015)

Regd. Office: Off. No. 104-105, "E-Square", Subhash Road,

Opp. Havmor Ice- Cream, Vile Parle (East), Mumbai - 57

E-mail: secretarial@scansteels.com; Web site: www.scansteels.com; Tel: 022-26185461/62

NOTICE

NOTICE is hereby given that the Thirty-Third (33rd) Annual General Meeting ("AGM") of the members of SCAN STEELS LIMITED will be held on Wednesday, September 30, 2026 at 10.30 A.M. IST through two-way Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the following business:

ORDINARY BUSINESS:

1. **Adoption of Financial Statements and Reports thereon:**

   To receive, consider and adopt the Audited Standalone and Consolidated financial statements of the Company for the financial year ended March 31, 2026 together with the reports of the Board of Directors and the Auditors thereon; and in this regard, to consider and if thought fit, to pass the following resolutions as an **Ordinary Resolution**:

   "RESOLVED THAT the Audited Standalone and Consolidated financial statements of the Company for the financial year ended March 31, 2026 together with the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby received, considered and adopted**."**

2. **Appointment of a Director in place of one retiring by rotation:**

   To appoint Mr. Praveen Patro (DIN: 02469361), who retires by rotation as a director and being eligible, offers himself for re-appointment, and in this regard, to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

   "RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Mr. Praveen Patro (DIN: 02469361), who retires by rotation as a Director at this Annual General Meeting, and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation**."**

SPECIAL BUSINESS:

3. **Alteration of the Authorised Share Capital of the Company and Consequential Amendment to Clause V of the Memorandum of Association:**

   To consider and, if thought fit, to pass the following Resolution as an **Ordinary Resolution**:

   "RESOLVED THAT pursuant to the provisions of Sections 13, 61, 64 and all other applicable provisions, if any, of the Companies Act, 2013 ("the Act") read with the Companies (Share Capital and Debentures) Rules, 2014, the Companies (Incorporation) Rules, 2014, the Articles of Association of the Company, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable laws, rules, regulations and guidelines (including any statutory modification(s) or re-enactment thereof for the time being in force), and subject to such approvals, permissions, sanctions and consents as may be necessary, the consent of the Members of the Company be and is hereby accorded to alter the Authorised Share Capital of the Company by **reclassifying the existing 1,50,00,000 (One Crore Fifty Lakhs) Non-Cumulative Optionally Convertible Redeemable Preference Shares of ₹ 10/- (Rupees Ten) each into 1,50,00,000 (One Crore Fifty Lakhs) Equity Shares of ₹ 10/- (Rupees Ten) each**, without altering the aggregate Authorised Share Capital of the Company.

   RESOLVED FURTHER THAT consequent upon the aforesaid reclassification, the Authorised Share Capital of the Company shall stand as follows:

   ₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only) divided into 8,65,00,000 (Eight Crore Sixty Five Lakhs) Equity Shares of ₹ 10/- (Rupees Ten) each.

RESOLVED FURTHER THAT Clause V of the Memorandum of Association of the Company be and is hereby substituted with the following:

"V. The Authorised Share Capital of the Company is ₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only) divided into 8,65,00,000 (Eight Crore Sixty Five Lakhs) Equity Shares of ₹ 10/- (Rupees Ten) each."

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall be deemed to include any Committee thereof or any Director(s)/Company Secretary authorised by the Board) be and is hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, proper or expedient to give effect to this Resolution, including filing of necessary forms and returns with the Registrar of Companies, making necessary intimations to the Stock Exchange(s), depositories and other statutory or regulatory authorities, signing and executing all applications, documents, declarations and writings, and to settle any question, difficulty or doubt that may arise in connection therewith.**"**

4. **Ratification of Cost Auditors' Remuneration:**

   Ratification of Remuneration Payable to **M/s. Ray, Nayak & Associates**, Cost Auditors of the Company for the financial year ending March 31, 2027.

To consider, and if thought fit, to pass, the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT, pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit & Auditors), Rules, 2014 (including any statutory modification(s) thereto or re-enactment thereof, for the time being in force), the remuneration, as approved by the Board of Directors, to be paid to the cost auditors **Mr. Chaitanya Kumar Ray**, **M/s. Ray, Nayak & Associates**, Cost Accountants, **(Registration No. 000241)** appointed by the Board of Directors of the Company on the recommendation of the Audit Committee to conduct audit of Cost Records maintained in respect of all applicable products of the Company for the financial year 2026-2027, at ₹ **60,000/- (Rupees sixty thousand only)** plus tax as applicable, and reimbursement of out-of-pocket expenses incurred, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof), be and is hereby authorized to do all such acts, deeds, matters and things and to take all such steps as may be necessary, proper or expedient for the purpose of giving effect to this resolution.**"**

Registered Office:
104-105, "E- Square", Subhash Road,
Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400057.
Tel: 022-26185461/62.
Email-id: secretarial@scansteels.com
Website: www.scansteels.com
CIN: L27209MH1994PLC076015

Date: September 1, 2026
Place: Bhubaneswar

By Order of the Board of Directors
For Scan Steels Limited

Sd/-
Prabir Kumar Das
Company Secretary & Compliance Officer
(Membership No.: F6333)

NOTES

1. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 ('the Act') setting out the material facts relating to the Special Business to be transacted at the Thirty-Third (33rd) Annual General Meeting of the Company (the "Meeting" or "AGM") under **Item No. 3 and 4**, is annexed hereto.

2. Information under regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and clause 1.2.5 of Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India, in respect of the directors seeking appointment / re-appointment at the AGM, forms integral part of the notice. The Director(s) have furnished consent(s) / declaration(s) wherever applicable for his/ their appointment / re- appointment as required under the Companies Act, 2013 and the Rules there under.

3. In accordance with the General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020 and subsequent circulars issued in this regard, the latest being General Circular No. 03/2025 dated September 22, 2025 issued by the Ministry of Corporate Affairs (hereinafter collectively referred to as "**MCA Circulars**") and Circular No. SEBI/ HO/CFD/ CMD1/ CIR/P/2020/79 dated May 12, 2020, SEBI/ HO/CFD/CMD2/ CIR/P/2021/11 dated January 15, 2021, SEBI/HO/CFD/ CMD2/ CIR/P/2022/62 dated May 13, 2022, SEBI/HO/ CFD/ PoD-2/P/CIR/2023/4 dated January 5, 2023, SEBI/HO/CFD/ CFD-PoD-2/P/ CIR/2023/167 dated October 07, 2023, SEBI/ HO/CFD/ CFDPoD-2/P/CIR/2024/133 dated October 3, 2024 read with Master Circular No. HO/49/14/14(7)2025CFD-POD2/I/3762/2026 dated January 30, 2026 issued by the Securities and Exchange Board of India (hereinafter collectively referred as "**SEBI Circulars**") (MCA Circulars and SEBI Circulars are hereinafter collectively referred to as "**the Circulars**") and in compliance with the provisions of the Companies Act, 2013 ("**Act**") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI Listing Regulations**"), the AGM is being held through Video Conferencing ("**VC**") facility / Other Audio Visual Means ("**OAVM**") without the physical presence of the Members at a common venue. In compliance with the said circulars, AGM shall be conducted through VC/ OVAM. Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

4. In accordance with the provisions of the Act, read with the Rules made thereunder and pursuant to Circulars, since the AGM of the Company is being held through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.

5. Institutional/Corporate Shareholders (i.e., other than individuals / HUF, NRI, etc.) intending to attend the meeting through their authorised representative are required to send a scanned certified copy (PDF/ JPG Format) of their Board of Directors or governing body's Resolution/Authorization, authorizing their representative(s) to attend the AGM through VC / OAVM on their behalf and to vote through remote e-voting, to the Scrutinizer by uploading in PDF format in the CDSL e-voting system for the scrutinizer to verify the same. Alternatively, send to the Scrutinizer at ajasso.abhijeet@gmail.com and mark cc: to the Company at secretarial@scansteels.com, if they have voted from individual tab & not uploaded in the CDSL e-voting system for the scrutinizer to verify the same before the commencement of the AGM.

6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013. In the case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM through e-voting.

7. In terms of the MCA Circulars and the relevant SEBI Circulars, the Company is sending the Notice calling the Thirty-Third (33rd) AGM along with the Annual Report for the Financial Year ended March 31, 2026, inter-alia indicating the process and manner of remote e-voting are being sent by e-mail on the e-mail addresses of the Members as registered with Depositories/ Registrar and Share Transfer Agent. Members may also note that the Annual Report 2025-2026 and the Notice convening the AGM are also available on the Company's website www.scansteels.com, websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com and on the website of Central Depository Services (India) Limited (CDSL) at www.evotingindia.com.

8. Members are requested to notify changes, if any, with the requisite Documents pertaining to their change in name, postal address/residential status, email address, telephone/ mobile numbers, Permanent Account Number (PAN), AADHAR No., mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.

a. To their depository participants (DP) in respect of shares held in dematerialized form as per the process informed by your DP, and

b. To Registrar and Share Transfer Agent of the Company- **Adroit Corporate Services Pvt. Ltd,** whose office is located at 17-20, Jafferbhoy Industrial Estate, 1st Floor, Makwana Lane, Marol Naka, Andheri-E, Mumbai - 400059, Maharashtra, email- info@adroitcorporate.com Web Site: www.adroitcorporate.com, in respect of shares in physical form, under their signatures and quoting respective folio number.

*Members can download forms to notify or update changes as mentioned above from the company's website at www.scansteels.com

9. SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to Update/submit their PAN to their Depository Participants with whom they are maintaining their demat account. Members holding shares in physical form can submit their PAN to the Company/Registrar.

10. SEBI vide its Master circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2023/70 Dated May 17, 2023 read with Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 Dated November 17, 2023, for Registrars to an Issue and Share Transfer Agents as amended from time to time, (now rescinded due to issuance of Master Circular - SEBI circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 May 07, 2024 for Registrars to an Issue and Share Transfer Agents) has announced common and simplified norms for processing investor's service requests (viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition) by RTA's and norms for furnishing PAN, KYC details and nomination.

These Norms inter-alia mandates:

a. Furnishing of valid PAN, Choice of Nomination, contact details (i.e., present postal address with PIN code and mobile number in all cases and email address for availing online services), bank account details and specimen signatures by holders of physical securities;

b. That any service request and complaint shall be entertained only after furnishing PAN, KYC details and Nomination.

c. for any payment including dividend, interest or redemption payment in respect of such folios, shall be made only through electronic mode with effect from April 01, 2024. only upon registration of the PAN, and KYC details

In compliance with the said circular, Reminder letters were dispatched to 1,066 identified shareholders on 15.07.2024 for updation of KYC and other Details.

Members are requested to complete their KYC as mentioned in SEBI circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 May 07, 2024 as amended from time to time. The shareholders (Physical) who have not yet responded with their details are requested to furnish the same to the Company / RTA - Adroit Corporate Services Pvt. Ltd. and Members holding shares in electronic form are, requested to update changes if any, in their PAN and Bank account details etc. to their Depository Participants with whom they are maintaining their demat accounts. It may be noted that any service request can be processed only after the folio is KYC Compliant.

Shareholders are advised to refer the latest SEBI guidelines/ circular(s) issued for all the holder holding securities in listed companies in physical form from time to time and keep their KYC details updated at all times, to avoid freezing their folio as prescribed by SEBI. However, SEBI vide its Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 Dated November 17, 2023, has done away with the provision regarding freezing of folios not having PAN, KYC, and Nomination details.

Members may download Circulars and forms for the said requests from the Company's website at www.scansteels.com. Further, relevant FAQs published by SEBI on its website can be viewed at www.sebi.gov.in.

11. Transfer of securities held in physical mode has been discontinued w.e.f. April 01, 2019. However, SEBI vide its various circulars / notifications granted relaxation for re-lodgement cases till March 31, 2021. In compliance with the circular, Re-lodgement of transfer requests was carried out till the validity period of Circular. Further, effective from April 1, 2021, Company / RTA is not accepting any requests for the physical transfer of shares from the shareholders.

Further, Pursuant to Master Circular - SEBI circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 May 07, 2024 (earlier SEBI circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022); SEBI has directed that listed companies shall henceforth issue securities in dematerialized form only while processing various Service Requests including the Transmission request as may be received from the securities holder/claimant. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.

Master Circular - SEBI circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 May 07, 2024 (earlier SEBI vide its Circular Nos. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/65 dated 18th May, 2022 and SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/70 dated 25th May, 2022) has simplified the procedure and standardized the format of documents for transmission of securities and issuance of duplicate securities certificates. Members are requested to submit their requests, if any, along with documents as per the said circular. Members may download Circulars and forms for the said requests from the Company's website at www.scansteels.com and from the website of the Company's RTA, Adroit Corporate Services Private Limited at www.adroitcorporate.com.

12. The Central Board of Direct Taxes (**CBDT)**, vide Circular No. 7 of 2022 (Notification F.No.370142/14/2022-TPL) dated March 30, 2022 has stated that PAN is mandatorily to be linked with Aadhaar on or before March 31, 2022 or any other date as may be specified by the CBDT. The date in the said Notification for linking PAN with Aadhaar number was further extended to March 31, 2023. A New Press Release has been issued by CDBT on March 28, 2023, through which the date for linking PAN and Aadhaar was extended to June 30, 2023 and recently CBDT through Circular no. 6 dated 23rd April, 2024 has totally erased the penal consequences laid down in Circular no.3 dated 28th March, 2023 and has given time till 31st May, 2024, if an investor fails to comply with the said CDBT Circular there could be restrictions on securities and other transactions until the Pan and Aadhaar are linked. Thus, RTAs shall a) accept only valid PANs and b) also verify that the PAN in the existing folios are valid; i.e. whether it is linked to the Aadhaar number of the holder.

13. Pursuant to Section 72 of the Companies Act, 2013, Members are entitled to make a nomination in respect of shares held by them. Members desirous of making a nomination, pursuant to the Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014 are requested to send their requests in Form No. SH- 13, to the RTA of the Company.

Further, Members desirous of cancelling/varying nomination pursuant to the Rule 19(9) of the Companies (Share Capital and Debentures) Rules, 2014, are requested to send their requests in Form No. SH-14, and those who want to opt out of Nomination can send in form ISR - 3 after cancelling his/her existing nomination, if any, through SH-14 to the Registrar and Transfer Agent of the Company. These forms will be made available on request and can also be downloaded from company's website at www.scansteels.com or RTA's website www.adroitcorporate.com.

*Members are requested to take note of, SEBI circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 May 07, 2024 (earlier SEBI Circular SEBI/HO/MIRSD/POD-1/P/CIR/2023/158 September 26, 2023) for the nomination of eligible demat accounts, submission of details by physical security holders and voluntary nomination for trading accounts. Members are requested to submit the said details to their DP in case the shares are held by them in dematerialized form.

14. As per SEBI Circulars dated June 10, 2024 related to Ease of doing investments-Non-Submission of 'Choice of Nomination', shareholders holding shares in physical form shall be eligible for receipt of any payment including dividend, interest or redemption payment as well as to lodge grievance or avail any services request from the RTA even if 'choice of nomination' is not submitted by these shareholders. Also, non-submission of 'choice of nomination' shall not result in freezing of Demat Accounts. All existing shareholders are encouraged, in their own interest to provide 'choice of nomination' for ensuring smooth transmission of securities held by them as well as to prevent accumulation of unclaimed assets in securities market. all new investors/unitholders shall continue to be required to mandatorily provide the 'Choice of Nomination' for demat accounts/ MF Folios (except for jointly held Demat Accounts and Mutual Fund Folios). As per SEBI Circulars Dated June 10, 2024, the formats for providing Nomination and Opting-out of Nomination both in case of Demat Account are provided at Annexure-A and Annexure-B respectively of this circular. The Said Circular with formats is available on the company's website at www.scansteels.com.

15. SEBI vide its circular dated 30th May 2022 has prescribed Standard Operating Procedures for dispute resolution under the Stock Exchange arbitration mechanism for a dispute between a Listed Company and/or RTA and its Shareholders(s) / investor(s). The said circular is available on the website of the Company at www.scansteels.com.

16. Securities and Exchange Board of India (SEBI) vide its Circular dated July 31, 2023 (Updated from time to time), has announced the introduction of a common Online Dispute Resolution Portal ("ODR Portal"), whereby the existing dispute resolution mechanism in the Indian securities market is being streamlined under the aegis of Stock Exchanges and Depositories (collectively referred to as Market Infrastructure Institutions (MIIs)), by expanding their scope and by establishing a common Online Dispute Resolution Portal which harnesses online conciliation and online arbitration for resolution of disputes arising in the Indian Securities Market. Circulars regarding the same is available on the website of the Company at www.scansteels.com.

17. Members are requested to kindly mention their Folio Number / Client ID and DP ID Number (in case of demat shares) in all their correspondence with the Companies Registrar in order to reply to their queries promptly, and for easy identification.

18. Notice is also given under section 91 of the Companies Act, 2013 and rules framed there under read with Regulation 42 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 that **the Register of Members and Share Transfer Books of the Company will remain closed from Thursday, September 24, 2026 to Wednesday, September 30, 2025 (both day inclusive).**

19. Members desirous of obtaining any information concerning Accounts and operations of the Company are requested to address their questions in writing to the Company or by sending an email to Company on secretarial@scansteels.com at an early date so as to enable the management to keep the information ready at the meeting.

20. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice/documents including Annual Report can be sent by e-mail to its members.

To support this green initiative of the Government in full measure, and to receive notices of meetings, annual reports and other documents or communications from the Company, members who have not registered / Updated their e-mail addresses, so far, are requested to register/update their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to register/ update the same with our Registrar & Share Transfer Agent - **Adroit Corporate Services Pvt. Ltd,** whose office is located at 17-20, Jafferbhoy Industrial Estate, 1st Floor, Makwana Lane, Marol Naka, Andheri-E, Mumbai - 400059, Maharashtra. Tel: +91 22 42270400/423 or can send in Email: on info@adroitcorporate.com or to the company at secretarial@scansteels.com along with form ISR- 1, please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) or other requisite documents as guided by RTA/Company.

21. In compliance with the MCA and SEBI Circulars, **Notice of the AGM is being sent only through electronic mode to those Members whose email addresses are registered with the Company's RTA –Adroit Corporate Services Pvt. Ltd / Depositories.** We, request all the shareholders, who have not yet registered their e-mail addresses, and in consequence the Annual Report, Notice of AGM and e-voting notice could not be serviced, may also temporarily provide their email address and mobile number to the Company at secretarial@scansteels.com and to RTA at infro@adroitcorporate.com along with scanned signed copy of the request letter providing the details/ Documents as guided by RTA.

22. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

23. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. The nomination form SH-13 can be obtain from Adroit Corporate Services Pvt. Limited (RTA), Members holding shares in electronic form may obtain Nomination forms from their respective Depository Participant (DP). The said form can also be downloaded from the Company's website at: www.scansteels.com.

24. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or RTA, the details of such folios together with the share certificates along with the requisite KYC Documents for consolidating their holdings in one folio. Requests for consolidation of share certificates shall be processed in dematerialised form only.

25. VOTING THROUGH ELECTRONIC MEANS

In compliance with Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and Secretarial Standard-2 on General Meetings and also, as per MCA Circulars dated April 08, 2020, April 13, 2020 May 05, 2020, May 05, 2022 and September 25, 2023 read with other applicable MCA and SEBI circulars, the Company is pleased to provide to its members the facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting by electronic means and the business may be transacted through e-voting services arranged by Central Depository Services (India) Limited (**"CDSL"**). The members may cast their votes using an electronic voting system (**"remote e-voting"**) for the ensuing Annual General Meeting.

The facility of participation in the AGM and casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM (Venue Voting) will be provided by CDSL. Instructions for e-voting are given here in below.

The Process and manner for remote e-voting are as under:

(i) The **remote e-voting period begins** on **Sunday, September 27, 2026 from 9.00 a.m. (IST) and ends on Tuesday, September 29, 2026 at 05.00 p.m. (IST).** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date (record date) of Wednesday, September 23, 2026,** may cast their vote electronically. The **remote e-voting module shall be disabled by CDSL** for voting **after 5.00 p.m. on September 29, 2026.**

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

(iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020,** under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions.

However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

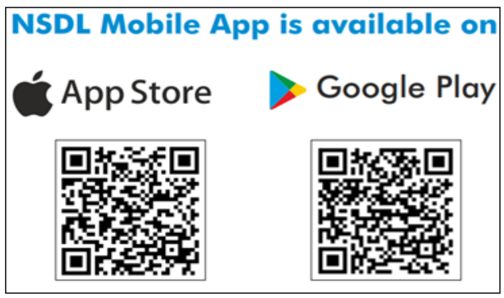
Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to Section VI-C of the SEBI Master Circular bearing reference No. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11 2023 and public consultation, it has been decided to enable e-voting to **all the demat account holders**, **by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

(iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings-Access through Depositories CDSL/NSDL e-Voting system in case of **Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL Depository**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit CDSL website at www.cdslindia.com and click on Login icon and select New System Myeasi Tab. and then use your existing my easi username & password. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL Depository**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your Existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value Added Services section. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e., NSDL and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select **"Register Online for IDeAS Portal"** or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp after following the process, Please follow steps given in point no. 1above

	3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e., NSDL and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 4) Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. 
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants (DP)**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911 / 1800 22 55 33
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022 - 4886 7000 and 022 - 2499 7000

(v) Login method for e-Voting and joining virtual meetings - Access through CDSL e-Voting system in case of **Physical shareholders and non-Individual Shareholders Holding in Demat form.**

(i) The shareholders should log on to the e-voting website www.evotingindia.com

(ii) Click on "Shareholders/Members" Tab.

(iii) Now Enter your User ID:

a. For CDSL: 16 digits beneficiary ID,

b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

(iv) Next enter the image verification as displayed and Click on Login

(v) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

(vi) If you are a first-time user follow the steps given below:

	For Physical shareholders and shareholders other than individual Holding in Demat form
PAN	Enter your 10-digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use sequence number in the PAN field sent by Company/RTA or Contact Company/RTA
Dividend Bank Details or Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

After entering these details appropriately, click on "SUBMIT" tab.

(vii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the **EVSN** for the relevant **SCAN STEELS LIMITED** on which you choose to vote.

(x) On the voting page, you will see **"RESOLUTION DESCRIPTION"** and against the same the option **"YES/NO"** for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the **"RESOLUTIONS FILE LINK"** if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on **"SUBMIT"**. A confirmation box will be displayed. If you wish to confirm your vote, click on **"OK"**, else to change your vote, click on **"CANCEL"** and accordingly modify your vote.

(xiii) Once you **"CONFIRM"** your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take out print of the voting done by you by clicking on **"Click here to print "**option on the Voting page.

(xv) If Demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) Additional Facility for Non-Individual Shareholders & Custodians-For Remote Voting Only:

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module as Corporate and Custodians respectively.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.

- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at ajasso.abhijeet@gmail.com and mark cc: to the Company at secretarial@scansteels.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

Process for those shareholders whose email addresses/ Mobile No. are not registered with the depositories/ RTA for obtaining login credentials for e-voting for the resolutions proposed in this notice:

1. For Physical shareholders- with form ISR- 1, please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by sending an email to RTA at info@adroitcorporate.com or to the Company at secretarial@scansteels.com
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP), or please provide DPID-CLID (16-digit DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by sending an email to RTA at info@adroitcorporate.com or to the Company at secretarial@scansteels.com.

   Alternatively, shareholders/members may send a request to helpdesk.evoting@cdslindia.com for procuring user ID and password for e-voting.

Registration of e-mail address permanently with Company/DP: Members are requested to register the e-mail address with their concerned DPs, in respect of electronic holding and with RTA, in respect of physical holding, by submitting Form ISR-1 duly filled and signed by the shareholders. Further, those Members who have already registered their e-mail addresses are requested to keep their e-mail addresses validated/updated with their DPs/RTA to enable servicing of notices/ documents/ Reports and other communications electronically to their e-mail address in future.

(xviii) In case you have any queries or issues regarding attending AGM / grievances connected with the facility for e-voting on the day of the AGM & remote e-voting, from the e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 18002109911/ 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai – 400013 or send an email to helpdesk.evoting@cdslindia.com or call at toll free no. 18002109911 / 1800 22 55 33.

(xix) The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the **cut-off date (record date) of Wednesday, September 23, 2026** and as per the Register of Members of the Company.

(xx) Any shareholder(s) holding shares in physical form and/ or non-individual shareholder who acquires shares of the company and becomes a member of the company after the Notice of Annual General Meeting is sent to all members and is holding shares as of the **cut-off date, i.e., Wednesday, September 23, 2026,** may obtain the login ID and password by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911 / 1800 22 55 33. Alternatively, Members can also send request to RTA and seek assistance at info@adroitcorporate.com. However, if you are already registered with CDSL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/ Password" option available on www.evotingindia.com.

In case of Individual Shareholder holding securities in dematerialized mode and who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holds shares in demat mode as on the cut-off date may follow the steps mentioned under '**Login method for e-Voting and joining virtual meeting for individual shareholders holding securities in demat mode.**'

(xxi) A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cutoff date only shall be entitled to avail the facility of remote e-voting before the AGM (During the E-voting Period) or e-voting at/During the Annual General Meeting to cast vote on all the resolutions set forth in the Notice of AGM. Any Person or recipient of the Notice, who is not a Member of the Company as on the Cut-Off date and/or has no voting rights as on the Cut-off date, should treat this Notice for information Purpose only.

(xxii) The voting rights in respect of unclaimed shares held in Scan Steels Limited Unclaimed Suspense Account stands frozen in terms of Regulation 39 read with Schedule VI of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Such shareholders are to treat this notice as having been given for information purposes only.

(xxiii) **M/s. A J & Associates (CS Abhijeet Jain), Practicing Company Secretaries, (Membership No. FCS 4975, CP No. 3426)** of Diamond Chambers, 4, Chowringhee Lane, Block – 1, 4th Floor, Suite #4M, Kolkata – 700016., **has been appointed as the Scrutinizer to scrutinize the remote e-voting process and the voting at/during the AGM by electronic mode in a fair and transparent manner**. They have communicated their willingness to be appointed as such and they are available for the said purpose. The Scrutinizer's decision on the validity of the votes will be final. Members can opt for only one mode of voting i.e., either through remote e-voting (before the AGM, During the E-voting Period) or voting at the AGM.

26. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts and Arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013 and **all other documents referred to in the Notice and Explanatory Statement/ Annual Report will be available for inspection during business hours in between 11.00 a.m. to 01.00 p.m. on all working days (except Saturday, Sunday and Public Holiday) at the Registered Office of the company up to the date of the AGM,** the same shall be available during the meeting hours in electronic mode however, suitably possible by the Company.

Alternatively, Members can also request by sending an e-mail to the Company at secretarial@scansteels.com up to and including the date of the Annual General Meeting of the Company.

27. INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM AND FOR E-VOTING DURING THE AGM ARE AS UNDER:

1. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
2. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis **(**as per the MCA Circulars**).**
3. No restrictions on account of First come first served basis entry into AGM will be applicable to large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc.
4. The attendance of the Members (members logins) attending the AGM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. **Shareholder will be provided with a facility to attend the Thirty-Third (33rd) AGM through VC/ OAVM through the CDSL e-Voting system. Shareholders may access the same at https://www.evotingindia.com under shareholders/members login by using the remote e-voting credentials. On this page the link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.**
6. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
7. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

8. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

9. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at secretarial@scansteels.com.

10. The shareholders who do not wish to speak during the AGM but have queries may send in their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at secretarial@scansteels.com These queries will be replied to by the company suitably by email.

11. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting once the floor is open for shareholders queries. The Company reserves the right to restrict the number of speakers/Time depending on the availability of time for the AGM. Please note that, members questions will be answered only if the shareholder continues to hold shares of the Company as on the cut-off date.

12. The procedure for attending the Meeting and e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.

13. At the Annual General Meeting, at the end of the discussion of the resolutions on which voting is to be held, the Chairman shall order voting, and only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

14. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

15. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM. If a member cast votes by both modes, then voting done through remote e-voting shall prevail and votes cast at the AGM shall be treated as invalid.

16. **The remote e-Voting module on the day of the AGM shall be disabled from CDSL Portal for voting 15 minutes after the conclusion of the Meeting.**

17. Members are encouraged to join the Meeting using Google Chrome (preferred browser), Safari, Internet Explorer, Microsoft Edge or Mozilla Firefox 22.

18. Members will be required to grant access to the web-cam to enable two-way video conferencing.

28. The Scrutinizer shall immediately after the conclusion of voting at the Thirty-Third (33rd) Annual General Meeting, first count the votes cast at/during the Annual General Meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company, and submit a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same.

29. The Chairman or a person authorised by him in writing shall declare the result of voting forthwith.

30. The results (of e-voting) declared along with the Scrutinizer's Report shall be placed on the Company's website at www.scansteels.com and on the website of CDSL www.evotingindia.com as well as displayed on the notice board at the Registered Office and Corporate Office of the Company, immediately after the result declared by the Chairman or any other person authorised by the Chairman and the same shall be communicated to BSE Limited, where the shares of the Company are listed not later than 48 hours of the conclusion of the AGM.

31. The resolutions, if passed by a requisite majority, shall be deemed to have been passed on the date of the Annual General Meeting **(i.e., Wednesday, September 30, 2026).**

32. In accordance with the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India ("ICSI") read with Clarification / Guidance on applicability of Secretarial Standards - 1 and 2 issued by the ICSI, the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.

33. **The investors may contact the Company Secretary for redressal of their grievances/queries. For this purpose, they may either write to him at the Registered office address or e-mail their grievances/queries to the Company Secretary at the following e-mail address: secretarial@scansteels.com.**

34. The **recorded transcript of the forthcoming AGM on September 30, 2026** shall be maintained by the Company and also be made available on the website of the Company at www.scansteels.com in the Investor Relations Section, at the earliest soon after the conclusion of the Meeting.

Registered Office:
104-105, "E- Square", Subhash Road,
Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400057.
Tel: 022-26185461/62.
Email-id: secretarial@scansteels.com
Website: www.scansteels.com
CIN: L27209MH1994PLC076015

Date: September 1, 2026
Place: Bhubaneswar

By Order of the Board of Directors
For Scan Steels Limited

Sd/-
Prabir Kumar Das
Company Secretary & Compliance Officer
(Membership No.: F6333)

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE ACT AND REGULATION 36 OF THE SEBI LISTING REGULATIONS AND SECRETARIAL STANDARD-2 ON GENERAL MEETINGS:

As required by Section 102 of the Companies Act, 2013, (hereinafter referred to as "the Act") the following Explanatory Statements set out all material facts relating to the business mentioned under Item No. 3 and 4 of the accompanying Notice dated September 1, 2026:

ITEM NO. 3

The existing Authorised Share Capital of the Company is **₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only)** divided into:

- **7,15,00,000 (Seven Crore Fifteen Lakhs) Equity Shares of ₹ 10/- (Rupees Ten) each; and**
- **1,50,00,000 (One Crore Fifty Lakhs) Non-Cumulative Optionally Convertible Redeemable Preference Shares ("OCRPS") of ₹ 10/- (Rupees Ten) each.**

The Board of Directors has reviewed the existing capital structure of the Company and, considering the Company's future capital requirements, financial flexibility and long-term growth plans, has decided to rationalise the authorised share capital by reclassifying the authorised OCRPS into authorised equity share capital.

Accordingly, it is proposed to convert the entire authorised **1,50,00,000 OCRPS** into **1,50,00,000 Equity Shares** of ₹ 10/- each. The proposed reclassification will not result in any increase or decrease in the aggregate authorised share capital of the Company, which shall continue to remain **₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only)**.

Upon approval of the Members, the authorised share capital of the Company shall comprise **8,65,00,000 Equity Shares of ₹ 10/- each**, and consequently, Clause V of the Memorandum of Association of the Company is proposed to be amended accordingly.

The proposed alteration is intended to simplify the capital structure of the Company, provide greater flexibility for future equity issuances, facilitate fund-raising opportunities, if required, and align the authorised capital structure with the Company's present and future business requirements.

Pursuant to Sections 13, 61 and 64 of the Companies Act, 2013, the proposed alteration of the Authorised Share Capital and the consequential amendment to Clause V of the Memorandum of Association require the approval of the Members by way of an Ordinary Resolution.

The Memorandum of Association of the Company together with the proposed amended Clause V shall be available for inspection by the Members at the Registered Office of the Company during business hours on all working days up to the date of the Annual General Meeting and shall also be available electronically during the Annual General Meeting.

None of the Directors, Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the proposed Resolution, except to the extent of their respective shareholding, if any, in the Company.

The Board of Directors recommends the Ordinary Resolution set out at Item No. 3 of the Notice for approval of the Members.

ITEM NO. 4

The Company is required under Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, to have the audit of its cost records for products covered under the Companies (Cost Records and Audit) Rules, 2014 conducted by a Cost Accountant in practice. **Based on the documents made available and the discussions held at the meeting of the Audit Committee on Tuesday, July 28, 2026, it considered and recommended the appointment and remuneration of the Cost Auditors to the Board of Directors** ('**Board**'). The Board has, on the recommendation of the Audit Committee approved in their Meeting held on **Tuesday, July 28, 2026**, the appointment and remuneration of **M/s. Ray, Nayak & Associates, Partner CMA. Chaitanya Kumar Ray, Cost Accountants, as the Cost Auditor** of the Company for the **Financial Year 2026-2027.**

In accordance with the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board has to be ratified by the Members of the Company. The Board has fixed the remuneration payable to Cost Auditors for Financial Year 2026-2027 at ₹ **60,000/- (Rupees sixty thousand only)** plus tax as applicable and reimbursement of out-of-pocket expense incurred, to conduct audit of Cost Records maintained by the Company in respect of all applicable products of the Company. Accordingly, the consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditor of the Company for the Financial Year ending March 31, 2027.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives is concerned or interested, financially or otherwise, in the Resolution mentioned at Item No. 4 of the Notice.

The Board recommends the Ordinary Resolution set forth in Item No. 4 of the Notice for the approval of the Members.

Registered Office:
104-105, "E- Square", Subhash Road,
Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400057.
Tel: 022-26185461/62.
Email-id: secretarial@scansteels.com
Website: www.scansteels.com
CIN: L27209MH1994PLC076015

Date: September 1, 2026
Place: Bhubaneswar

By Order of the Board of Directors
For Scan Steels Limited

Sd/-
Prabir Kumar Das
Company Secretary & Compliance Officer
(Membership No.: F6333)

INFORMATION REQUIRED TO BE FURNISHED UNDER REGULATION 36 (3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 READ WITH SECRETARIAL STANDARD-2 ON GENERAL MEETINGS FOR DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT IN FORTHCOMING ANNUAL GENERAL MEETING.

<table>
<tr><td>Name of the Director</td><td colspan="3">Mr. Praveen Patro</td></tr>
<tr><td>DIN</td><td colspan="3">02469361</td></tr>
<tr><td>Date of Birth and Age</td><td colspan="3">01.04.1973 / 53 years</td></tr>
<tr><td>Qualification</td><td colspan="3">B-Tech (Electric)</td></tr>
<tr><td>Experience</td><td colspan="3">He has over 25 years of extensive industrial and business experience in the steel industry. Throughout his distinguished career, he has played a pivotal role in the establishment, expansion, and management of integrated steel manufacturing operations. His expertise encompasses project planning and execution, plant commissioning, production management, operational excellence, strategic planning, supply chain management, and business development.

He has been actively involved in the projects and operations of the Company and has significantly contributed to strengthening its manufacturing capabilities, improving operational efficiencies, and driving sustainable growth. His deep understanding of the steel sector, coupled with his leadership and technical expertise, has enabled the Company to successfully execute various expansion and modernization initiatives.

As the Executive Director, he continues to provide strategic direction in the areas of project implementation, manufacturing operations, process optimization, cost management, and overall business development. His rich industry experience and commitment to operational excellence have been instrumental in enhancing the Company's competitiveness and creating long-term value for its stakeholders.</td></tr>
<tr><td>Position in the Company</td><td colspan="3">Executive Director</td></tr>
<tr><td rowspan="2">Listed Co. (other than SSL) in which directors hold directorship and committee membership.</td><td>Directorship</td><td>Chairperson of Board Committee</td><td>Members of Board Committee</td></tr>
<tr><td>Nil</td><td>Nil</td><td>Nil</td></tr>
<tr><td>Shareholding In the Co.</td><td colspan="3">Nil</td></tr>
<tr><td>Directors inter-se relation</td><td colspan="3">Nil</td></tr>
<tr><td>Date of first appointment on the Board</td><td colspan="3">30.05.2018</td></tr>
</table>

STATUTORY REPORTS

2025-26

DIRECTOR'S REPORT

To,
The Members
Scan Steels Limited

Your Board of Directors ("**Board**") are pleased to present this **Thirty-Third (33rd)** Annual Report of **Scan Steels Limited** (The "**Company**") together with the Audited Financial Statements (Standalone and Consolidated) for the Financial Year ended March 31, 2026.

HIGHLIGHTS OF FINANCIAL PERFORMANCE

The Standalone and Consolidated Financial highlights of the Company's operations are summarized below:

(₹ in Lakhs)

PARTICULARS	Standalone		Consolidated	
	2025-26	2024-25	2025-26	2024-25
Revenue from Operations	83825.63	78919.93	83825.63	78919.93
Other Income	162.49	460.89	162.49	460.89
Total Income	83988.12	79380.82	83988.12	79380.82
Depreciation & Amortisation	1572.59	1569.37	1572.59	1569.37
Profit before Tax	2652.61	2608.79	2873.33	2813.49
Total Tax Expenses	672.08	648.29	672.08	648.29
Net Profit	1980.53	1960.50	2201.25	2165.20
Earnings Per Equity Share (in ₹)				
Basic	3.38	3.35	3.76	3.69
Diluted	3.34	3.35	3.71	3.69

*** The financial highlights of the associate company are attached as Annexure II and forms part of this Annual report**

ACCOUNTING STANDARDS

The Company has followed Indian Accounting Standards (Ind AS) issued by the Ministry of Corporate Affairs in the preparation of its financial statements.

OVERVIEW

The standalone financial performance of the Company for the financial year ended March 31, 2026, as compared with the previous financial year, is summarized below:

During the financial year under review, the Company recorded **Revenue from Operations of ₹ 83,825.63 lakhs**, as against ₹ **78,919.93 lakhs** in the previous financial year, reflecting a growth of approximately **6.22%**. The increase in operating revenue was primarily driven by improved business operations, better product realizations, and sustained demand for the Company's products.

Other Income stood at ₹ **162.49 lakhs** as compared to **460.89 lakhs** in the previous year. The reduction was mainly attributable to lower non-operating income during the year. However, despite this decline, the Company maintained healthy operational performance, resulting in an increase in overall revenue.

Accordingly, **Total Income** increased to ₹ **83,988.12 lakhs** from ₹ **79,380.82 lakhs** in the previous financial year, registering an increase of approximately **5.80%**.

Depreciation and Amortisation Expense remained largely stable at ₹ **1,572.59 lakhs** as against ₹ **1,569.37 lakhs** in the previous year, indicating consistency in the Company's capital asset base and depreciation policy.

The Company reported a **Profit Before Tax (PBT)** of ₹ **2,652.61 lakhs**, compared with ₹ **2,608.79 lakhs** in the previous year, reflecting a growth of approximately **1.68%**. The increase in profitability demonstrates the Company's focus on operational efficiency, prudent cost management, and sustainable business performance despite a challenging operating environment.

Total Tax Expense for the year was ₹ **672.08 lakhs** as against ₹ **648.29 lakhs** in the previous financial year, in line with the increase in taxable profits.

Consequently, the **Net Profit** for the year stood at ₹ **1,980.53 lakhs**, compared with ₹ **1,960.50 lakhs** in the previous year, representing a growth of approximately **1.02%**. The Company continued to maintain profitability through efficient resource utilization, disciplined financial management, and a strong operational foundation.

The **Basic Earnings Per Equity Share (EPS)** increased marginally to ₹ **3.38** from ₹ **3.35** in the previous financial year, while the **Diluted EPS** stood at ₹ **3.34** as against ₹ **3.35** in the previous year. The marginal variation in diluted EPS was primarily due to the impact of dilution arising from the increase in the weighted average number of equity shares during the year.

The Board believes that the Company's consistent financial performance, supported by its operational strengths, prudent financial discipline, and customer-focused approach, provides a strong foundation for sustainable growth and long-term value creation for all stakeholders.

The Consolidated Financial Statements of the Company for the financial year ended March 31, 2026, prepared in accordance with the applicable provisions of the Companies Act, 2013 and the Indian Accounting Standards (Ind AS), reflect the overall financial performance of the Company.

The consolidated financial highlights for the year under review are summarized below:

During the financial year under review, the Company recorded consolidated revenue from operations of ₹ 83,825.63 lakhs, as against ₹ 78,919.93 lakhs in the previous financial year, registering a growth of approximately 6.22%. The increase in revenue reflects improved business performance, supported by stable operational execution and sustained market demand.

Other income stood at ₹ 162.49 lakhs during the year as compared to ₹ 460.89 lakhs in the previous year. Consequently, the Company's total consolidated income increased to ₹ 83,988.12 lakhs from ₹ 79,380.82 lakhs, representing an increase of approximately 5.80% over the previous financial year.

Depreciation and amortisation expenses remained largely stable at ₹ 1,572.59 lakhs as against ₹ 1,569.37 lakhs in the preceding year.

The Company reported a consolidated Profit Before Tax (PBT) of ₹ 2,873.33 lakhs, compared to ₹ 2,813.49 lakhs in the previous year, reflecting a growth of approximately 2.13%. After providing for total tax expenses of ₹ 672.08 lakhs, the consolidated net profit for the year stood at ₹ 2,201.25 lakhs, as against ₹ 2,165.20 lakhs in the previous financial year, registering an increase of approximately 1.67%.

The Basic Earnings Per Equity Share (EPS) improved to ₹ 3.76 from ₹ 3.69 in the previous year, while the Diluted EPS stood at ₹ 3.71 as against ₹ 3.69 in FY 2024-25.

Overall, the consolidated financial performance of the Company remained resilient during the year under review. Despite lower other income and a challenging business environment, the Company achieved growth in revenue and profitability through operational efficiencies, prudent financial management, and continued focus on enhancing stakeholder value. The Board remains confident that the Company's strategic initiatives and strong operational foundation will continue to support sustainable growth and long-term value creation.

DIVIDEND

The Board of Directors has carefully reviewed the financial position, cash flow requirements, business expansion plans, and long-term growth strategy of the Company. With a view to conserving financial resources to support future operations and strategic initiatives, the Board has not recommended any dividend on the equity shares of the Company for the financial year 2025–26. The Board believes that retaining the profits will strengthen the Company's financial position and create long-term value for all stakeholders.

LISTING OF EQUITY SHARES

The Company's equity shares are listed on the following Stock Exchange:

(i) BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001, Maharashtra, India;

MANAGEMENT DISCUSSION AND ANALYSIS

A detailed report on the Management Discussion & Analysis as required in terms of the SEBI Listing Regulations is provided as a separate section in the Annual Report.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCTION AND PROTECTION FUND

Your Company did not recommend any dividend therefore there were no such funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

TRANSFER TO RESERVE

During the financial year 2025-26, no amount has been transferred to reserve account.

SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the financial year under review, the Company did not have any subsidiary company. However, the Company has two associate companies, namely RPSG Agro Commodity Private Limited and Shristi Resorts & Multiplex Private Limited, in which the Company holds 42.27% and 27.52% of the equity share capital, respectively. The Company exercises significant influence over these entities through common promoter-directorship, and accordingly, they have been accounted for as associate companies in accordance with the applicable provisions of the Companies Act, 2013 and the Indian Accounting Standards (Ind AS).

The financial statements of the aforesaid associate companies have been considered while preparing the consolidated financial statements of the Company for the financial year ended March 31, 2026.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing the salient features of the financial statements of the Company's associates in Form AOC-1 is annexed to this Report as Annexure – I.

During the year under review:

- The Company did not have any associate or joint venture that had not commenced its business operations.
- No associate or joint venture was liquidated, sold, or ceased to be associated with the Company during the year.
- The Company did not have any subsidiary company; accordingly, the details required under Part A of Form AOC-1 are not applicable.

DEPOSITS

The Company has not accepted any deposits under Chapter V of the Act during the Financial Year and as such, no amount on account of principal or interest on deposits from public is outstanding as on March 31, 2026.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the year under review, there are no changes in the nature of business. The Company is continuing into the Steel Manufacturing Business.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

Pursuant to the provisions of Section 134(5)(e) of the Companies Act, 2013, the Board of Directors confirms that the Company has in place adequate internal financial controls with reference to the financial statements. Such controls are commensurate with the size, scale and complexity of the Company's operations and are designed to provide reasonable assurance regarding the reliability of financial reporting, the preparation of financial statements in accordance with the applicable accounting standards, safeguarding of the Company's assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records, and compliance with applicable laws and regulations.

The Company has established a robust internal control framework comprising documented policies and procedures, clearly defined authority levels, segregation of duties, standard operating procedures, and periodic monitoring and review mechanisms. The effectiveness of the internal financial controls is regularly evaluated by the Internal Auditors and reviewed by the Audit Committee, which provides oversight on the adequacy and effectiveness of the control environment. The Statutory Auditors have also considered the internal financial controls with reference to the financial statements as part of their audit.

Based on the evaluations carried out during the financial year ended March 31, 2026, the Board is of the opinion that the Company's internal financial controls with reference to the financial statements are adequate and were operating effectively in all material respects throughout the year under review. No material weakness in the design or operation of such controls was identified during the year.

RELATED PARTY TRANSACTIONS

All Related Party Transactions entered into by the Company during the financial year ended March 31, 2026, were in the ordinary course of business and on an arm's length basis and were in compliance with the applicable provisions of the Companies Act, 2013, the Rules made thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations"). The Company has not entered into any transaction with related parties that could be considered material in terms of the Company's Policy on Materiality of Related Party Transactions and Regulation 23 of the SEBI LODR Regulations, unless specifically approved in accordance with the applicable statutory requirements.

The Audit Committee reviews and grants prior approval for all Related Party Transactions in accordance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 23 of the SEBI LODR Regulations. The omnibus approval mechanism, wherever applicable, is also exercised in accordance with the criteria approved by the Audit Committee. All Related Party Transactions are placed before the Audit Committee for its review on a periodic basis to ensure that they are in the ordinary course of business, at arm's length and in the best interest of the Company.

The Company has formulated a Policy on Related Party Transactions in accordance with the provisions of the Companies Act, 2013 and the SEBI LODR Regulations. The Policy lays down the framework for identification, approval, review and reporting of Related Party Transactions and is available on the Company's website at https://scansteels.com/policies-and-code/ - Investor Relations Segment.

During the year under review, there were no materially significant Related Party Transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel or other related parties that had or could have a potential conflict with the interests of the Company or its shareholders at large.

Accordingly, the disclosure of particulars of contracts or arrangements with related parties **in the ANNEXURE 'A' in Form AOC-2 attached with this Report**, as prescribed under Section 134(3)(h) read with Section 188(1) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014.

The details of Related Party Transactions, as required under the applicable Indian Accounting Standards (Ind AS-24) on "Related Party Disclosures", form part of the Notes to the Standalone and Consolidated Financial Statements forming part of this Annual Report.

ISO CERTIFICATION

Your company is having status of ISO 9001, ISO 14001 and ISO 45001, ISI 1786, IS 2062 & IS 2830 certification, which is internationally recognized for the production, quality control and Environmental as well as OHSAS respectively. Your company has retained its TS 16949 certifications for its quality management.

CREDIT RATING

During the financial year under review, **CRISIL Ratings Limited** reaffirmed the Company's credit ratings as follows:

- **CRISIL BBB+/Stable (CRISIL Triple B Plus with Stable Outlook)** for the Company's Long-Term Debt and Fund-Based Facilities; and
- **CRISIL A2+ (CRISIL A Two Plus)** for the Company's Short-Term Non-Fund-Based Facilities.

The aforesaid ratings reflect the Company's adequate degree of safety with regard to the timely servicing of its financial obligations and demonstrate the Company's sound operational and financial profile. The Stable Outlook indicates CRISIL Ratings Limited's expectation that the Company will continue to maintain a stable business and financial risk profile over the medium term.

The Board believes that the reaffirmation of the above credit ratings reinforces stakeholders' confidence in the Company's financial discipline, prudent capital management and operational performance.

AUTHORITY TO DETERMINE MATERIALITY OF AN EVENT AND DISCLOSURE OF THE SAME TO STOCK EXCHANGE UNDER REGULATION 30(5) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION, 2015

Mr. Ankur Madaan - Whole- Time Director, Mr. Prabir Kumar Das - Company Secretary & Compliance Officer and Mr. Kalyan Kiran Mishra - Chief Financial Officer of the Company authorized by the Board for the purpose of determining the materiality of an event or information, in terms with the Company's Policy on disclosure of material event / information and archival policy to comply with the Provisions of Regulation 30 (5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they are jointly and severally authorized to make necessary disclosure to stock exchanges regarding the same on behalf of the Company.

BRANDING INITIATIVE

The **"SHRISTII" brand for its TMT** bars is well accepted in the market in varied segments and sectors with wide customer base. For us, the central focus of all our marketing and branding efforts is the customer. There is a strong emphasis on expanding our presence across various sectors and elevating the brand's worth through carefully crafted marketing initiatives that aim to increase awareness and consideration. Our marketing strategy aligns seamlessly with our organizational objective of emerging as the one of the leading producers in the market, specializing in premium products that provide exceptional value to our customers.

INSURANCE

The Assets of the company are adequately insured against the loss of fire, riot, earthquake, loss of profit etc., and other risk which is considered by management, in addition to this coverage, a statutory public liability insurance policy has been taken by the company for providing coverage against the public liability arising out of industrial accidents for employees working in plants.

CUSTOMER RELATIONSHIP

The Company firmly believes that strong and enduring customer relationships are fundamental to its long-term growth and sustainability. Guided by its commitment to quality, reliability and timely delivery, the Company continues to focus on understanding and meeting the evolving requirements of its customers across various market segments.

During the financial year under review, the Company maintained healthy and mutually beneficial relationships with its customers by consistently supplying quality products, ensuring efficient order execution and providing responsive customer support. The Company's emphasis on operational excellence, product quality, timely delivery and transparent business practices has enabled it to strengthen customer confidence and enhance long-term business associations.

The Company continues to engage closely with its customers to understand changing market dynamics and customer expectations, enabling it to improve its products, processes and service standards. This customer-centric approach, supported by continuous improvement initiatives and a robust quality management system, has contributed to sustaining customer satisfaction and reinforcing the Company's reputation in the steel industry.

The Board places on record its sincere appreciation for the continued trust, confidence and support extended by the Company's customers and remains committed to delivering superior value through quality products, ethical business practices and sustained operational excellence.

BANKERS AND CONSORTIUM ARRANGEMENT

The company has a consortium arrangement with its bankers, the State Bank of India and Punjab National Bank. The State Bank of India is the lead bank. This consortium arrangement is well defined and takes care of the company's credit facility requirements from time to time. The consortium meetings are held quarterly on a regular basis, and they also visit the company's plant from time to time as per their requirements.

ENVIRONMENT, HEALTH AND SAFETY

Your Company remains fully committed to upholding the highest standards of legal compliance and operational excellence in all aspects of Health, Safety, and Environmental (HSE) management. During the year under review, the Company continued to focus on energy and water conservation, enhanced utilization of renewable energy sources, and efforts to minimize waste generation across operations. These initiatives are in alignment with the Company's broader goals of sustainable development and environmental stewardship.

In line with this commitment, the management has actively fostered a culture of safety and well-being across the organization. The Company organizes routine fire safety drills, along with periodic health check-ups for both permanent and contractual employees, ensuring proactive care and risk prevention at the workplace.

The Company recognizes that safety is not a one-time initiative but an ongoing journey of continuous improvement. Accordingly, it has outlined future plans aimed at further enhancing the overall workforce well-being, promoting a proactive approach to health and safety, and embedding a strong safety-first culture throughout all operational sites.

Additionally, your Company reaffirms its commitment to providing a safe, healthy, and secure working environment across all manufacturing units and office, thereby ensuring a responsible and people-centric approach to organizational growth.

CYBER SECURITY

The Company recognizes that cyber security and information security are integral to safeguarding its business operations, financial information, intellectual property and stakeholder interests. With increasing reliance on information technology and digital systems, the Company continues to strengthen its cyber security framework to protect its IT infrastructure and critical business information from evolving cyber threats.

The Company has implemented appropriate security measures, policies and procedures designed to ensure the confidentiality, integrity and availability of its information assets. These measures include controlled access to systems and data, network security mechanisms, periodic data backups, endpoint protection, user authentication protocols, system monitoring and timely software updates. The Company also undertakes regular reviews of its information technology environment and implements necessary enhancements to mitigate cyber risks.

Cyber security risks are periodically assessed as part of the Company's overall risk management framework. The management continuously monitors emerging cyber threats and takes appropriate preventive and corrective measures to enhance the resilience of the Company's information systems and business processes. Employees are also sensitized to information security practices through periodic awareness initiatives to promote a strong cyber security culture across the organization.

During the financial year under review, no material cyber security incidents or data breaches affecting the Company's operations, financial position or stakeholder interests were reported. The Board, through its oversight mechanisms, remains committed to strengthening the Company's cyber security and information security practices in line with evolving business requirements and regulatory expectations.

HUMAN RESOURCE DEVELOPMENT AND PERSONNEL

The Company's employees are its most valuable asset and play a pivotal role in achieving sustainable growth and operational excellence. The Company is committed to fostering a work environment that promotes integrity, inclusiveness, collaboration, innovation and continuous learning while ensuring the well-being and professional development of its workforce.

The Company continues to focus on attracting, developing and retaining competent talent through structured human resource practices, performance-driven evaluation systems, skill enhancement programmes and employee engagement initiatives. Regular training and development programmes are conducted to enhance employees' technical, functional and behavioural competencies, thereby enabling them to effectively meet evolving business requirements and industry challenges.

The Company provides a safe, healthy and conducive workplace and is committed to maintaining the highest standards of occupational health and safety. Appropriate policies and procedures are in place to ensure compliance with applicable labour laws and statutory requirements. The Company also promotes equal opportunity, diversity, ethical conduct and a culture of mutual respect across all levels of the organization.

The Company has constituted an Internal Committee under the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, to ensure a safe and respectful working environment for all employees. The Company is committed to providing a workplace free from discrimination, harassment and intimidation, and has adopted a policy for the prevention, prohibition and redressal of sexual harassment at the workplace. During the financial year under review, no complaint of sexual harassment was received.

Industrial relations remained cordial and harmonious throughout the financial year. The Board places on record its sincere appreciation for the commitment, dedication and valuable contributions made by all employees, which have significantly contributed to the Company's performance and continued progress.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

In compliance with the requirements of section 135 of the Act read with Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time, the Board of Directors of the Company has duly constituted a Corporate Social Responsibility (CSR) Committee. The Company remains firmly committed to sustainable development through the implementation of a well-defined Corporate Social Responsibility (CSR) strategy. This strategy places strong emphasis on respecting local communities and cultures, protecting the environment, and conserving natural resources and energy.

The Company's Corporate Social Responsibility (CSR) initiatives are fully aligned with the provisions of Section 135 of the Companies Act, 2013. **A brief summary of the CSR activities carried out during the year, along with the Company's CSR Policy, is provided in ANNEXURE-B of this Report, in the format prescribed under the Companies (Corporate Social Responsibility Policy) Rules, 2014.** The complete CSR Policy, as approved by the Board of Directors, is available on the Company's website and can be accessed via the following link: https://scansteels.com/ssl-policies/.

Further details regarding the CSR Committee, including its composition and responsibilities, are included in the Corporate Governance Report, which forms an integral part of the Company's Annual Report.

CORPORATE GOVERNANCE

Your Company is committed to maintaining the highest standards of Corporate Governance based on the principles of transparency, accountability, integrity and ethical business practices. The Company has complied with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Pursuant to Regulation 34(3) read with Schedule V of the SEBI (LODR) Regulations, 2015, a separate Report on Corporate Governance, along with the Certificate of the Practicing Company Secretary confirming compliance with the conditions of Corporate Governance is **attached to Director's Report as ANNEXURE 'H'**. Further as required under Regulation 17(8) of SEBI (Listing Obligations &

Disclosure Requirements) Regulations, 2015, a certificate from the Whole- Time Director & CFO is being annexed with this Annual Report.

SHARE CAPITAL

Authorised Share Capital

The authorized share capital of the Company as on March 31, 2026 is ₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only) divided into 7,15,00,000(Seven Crore Fifteen Lakhs) equity shares of ₹ 10/- (Rupees Ten) each and 1,50,00,000 (One Crore Fifty Lakhs) Non-cumulative Optionally Convertible Redeemable Preference Shares of ₹ 10/- (Rupees Ten) each.

Issued/Subscribed/Paid Up Capital

The **paid-up equity share capital as on March 31, 2026 and as on date** is ₹ 58,60,22,950 (Fifty Eight Crore Sixty Lakhs Twenty Two Thousand Nine hundred Fifty) divided into 5,86,02,295 (Five Crore Eighty Six Lakhs Two Thousand Two Hundred Ninety Five) fully paid up Equity Shares of ₹ 10/- (Rupees Ten Only).

*****Allotment of Equity Shares Pursuant to Conversion of OCRPS**

Pursuant to the authority accorded by the Members of the Company through Postal Ballot on **May 14, 2025**, and in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, and other applicable laws, the Board of Directors, at its Meeting held on **April 27, 2026**, approved and allotted **21,44,239 Equity Shares** of face value of ₹ 10/- each upon conversion of **20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS)** pursuant to the exercise of the conversion option by the OCRPS holders. The aforesaid allotment was made pursuant to the **in-principle approval** granted by BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/1162/2024-25** dated **November 17, 2025**.

Subsequently, the Company received the **listing approval** from BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/616/2026-27** dated **August 04, 2026** for the aforesaid Equity Shares. The Company is in the process of making the necessary application to BSE Limited for obtaining the **trading approval** for the said Equity Shares, in accordance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, and other applicable laws.

The Board of Directors, at its Meeting held on **April 27, 2026**, allotted **21,44,239 Equity Shares** of face value of **₹ 10/- each** pursuant to the conversion of **20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS)**. Consequent to the said allotment, the issued, subscribed, paid-up and listed Equity Share Capital of the Company increased to **₹ 60,74,65,340**, comprising **6,07,46,534 Equity Shares** of **₹ 10/- each**. The Equity Shares so allotted rank pari passu in all respects with the existing Equity Shares of the Company.

Accordingly, upon the allotment made on **April 27, 2026**, the issued, subscribed and paid-up Equity Share Capital of the Company stood at **₹ 60,74,65,340**, comprising **6,07,46,534 Equity Shares** of face value of **₹ 10/- each**, fully paid-up. The Equity Shares so allotted rank pari passu in all respects with the existing Equity Shares of the Company.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

Composition

The Company recognizes that a diverse, balanced and competent Board is fundamental to its long-term success, effective governance and sustainable value creation. In accordance with the provisions of **Section 149 of the Companies Act, 2013** and **Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, the Board of Directors comprises an optimum combination of Executive, Non-Executive and Independent Directors, ensuring an appropriate balance of skills, experience, expertise, independence and diversity.

As on the date of this Report, the Board comprises **six (6) Directors**, consisting of **one Non-Executive Chairman, two Executive Directors and three Independent Directors**, including **two Independent Women Directors**. The composition of the Board is in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015. The details of the Directors are as follows:

1. **Mr. Rajesh Gadodia** – Non-Executive Chairman
2. **Mr. Ankur Madaan** – Whole-time Director
3. **Mr. Praveen Kumar Patro** – Executive Director
4. **Mr. Jitendriya Mohanty** – Independent Director (w.e.f. August 8, 2025)
5. **Ms. P. Monalisha** – Independent Woman Director (w.e.f. August 8, 2025)
6. **Mrs. Sushama Anuj Yadav** – Independent Woman Director (w.e.f. August 8, 2025)

Appointment/ Re-appointment/ Resignation

During the year under review and up to the date of this Report, **Mr. Ankur Madaan (DIN:07002199),** was re-appointed as Whole-Time Director & Chief Executive Officer (CEO) of the Company for the period of Three (3) years effective from May 24, 2026, **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as an Independent Director of the Company for a first term of five (5) consecutive years with effect from August 8, 2025. Further, **Ms. P. Monalisha (DIN: 10992460)** and **Mrs. Sushama Anuj Yadav (DIN: 07910845)** were appointed as Independent Woman Directors of the Company for a first term of five (5) consecutive years with effect from August 8, 2025. The aforesaid appointments were made in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

During the year under review, **Mr. Gagan Jalan (DIN: 09523622)**, **Mr. Punit Kedia (DIN: 07501851)**, Independent Directors, and **Mrs. Konika Poddar (DIN: 10435224)**, Independent Woman Director, completed their tenure as Directors of the Company and consequently ceased to hold office as Independent Directors with effect from the close of business hours on **August 8, 2025**. The Board of Directors places on record its sincere appreciation for their valuable guidance, dedicated services and significant contributions during their association with the Company and wishes them success in their future endeavours.

Apart from the changes as mentioned above, there were no changes in the composition of the Board of the Company during the year under review. Further, there were no changes in the Key Managerial Personnel of the Company during the year under review.

None of the Directors of the Company are disqualified under Section 164(2) of the Companies Act, 2013. During the year, the non-executive directors of the Company had no material pecuniary relationship or transactions with the Company. They are paid sitting fees, and reimbursement of expenses incurred by them for the purpose of attending meetings of the Company.

The following policies of the Company are attached herewith marked as **ANNEXURE 'C'** and **ANNEXURE 'D'**: a) Policy for selection of Directors and determining Director's independence; and b) Nomination and Remuneration Policy.

Directors retiring by rotation

Pursuant to the provisions of Section 152 of the Act read with the relevant rules made thereunder, one-third of the Directors are liable to retire by rotation every year and if eligible, offer themselves for re-appointment at the AGM.

Mr. Praveen Patro (DIN: 02469361) - Executive Director, being longest in the office are liable to retire by rotation at the ensuing Annual General Meeting ("AGM") and being eligible, has sought re-appointment. Pursuant to the recommendation of the Nomination and Remuneration Committee, the Board of Directors has recommended his re-appointment and the matter is being placed for seeking approval of members at the ensuing Annual General Meeting of the Company.

Pursuant to Regulation 36 of the SEBI Listing Regulations read with Secretarial Standard-2 on General Meetings, necessary details of Mr. Praveen Patro (DIN: 02469361), provided as an Annexure to the Notice of the Annual General Meeting.

None of the Directors of the Company are disqualified for being appointed as Directors as specified in Section 164(2) of the Companies Act, 2013 and Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014.

Senior Management - Key Managerial Personnel

There was no change in the Key Managerial Personnel during the year under review.

Mr. Ankur Madaan - Whole Time Director, Mr. Prabir Kumar Das - Company Secretary & Compliance Officer and Mr. Kalyan Kiran Mishra - Chief Financial Officer are the Key Managerial Personnel of your company in accordance with the provision of Section 2(51) and 203 of the company's act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Clause 5B of Schedule V of SEBI Listing Regulations/ SEBI (LODR) Regulations, 2015.

Independent Directors

Declaration by Independent Director(s)

As required under section 149(7) of the Companies Act, 2013, The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence and / or to qualify themselves to be appointed as an Independent Directors as prescribed both under Section 149 (6) of the Companies Act' 2013 and Regulation 16(1) (b) read with Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 , The Board considered the independence of each of the Independent Directors in terms of the above provisions and is of the view that they fulfill/meet the criteria of independence. The declarations are put up on the website of the Company at https://scansteels.com/independent-directors/- Investor Relations Segment.

In the opinion of the Board, there has been no change in the circumstances which may affect their status as independent directors of the Company and the Board is satisfied of the integrity, expertise, and experience (including proficiency in terms of Section 150(1) of the Act and applicable rules thereunder) of all Independent Directors on the Board. Further, in terms of Section 150 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended, Independent Directors of the Company have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs.

Familiarization Programme for Independent Directors

In accordance with Regulation 25(7) of SEBI Listing Regulations, 2015, the Company is required to conduct programs for the Independent Directors of the Company to familiarise them with their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, etc.

The details of Familiarization Programmes are placed on the website of the Company at https://scansteels.com/independent-directors/ - Investor Relations Segment.

Separate Independent Director Meeting

Pursuant to the provisions of Schedule IV of the Companies Act, 2013 and Regulation 25 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate meeting of the independent directors **("Annual ID meeting")** was convened on **February 28, 2026** and all the Independent Directors were present at the said Meeting.

The Independent Directors, inter alia, reviewed the performance of the Non-Independent Directors and the Board as a whole, reviewed the performance of the Chairperson of the Company after taking into account the views of the Executive Directors and Non-Executive Directors, and assessed the quality, quantity and timeliness of the flow of information between the Company's management and the Board that is necessary for the Board to effectively and reasonably perform its duties. The Independent Directors expressed satisfaction with the overall functioning of the Board, its Committees and the management.

BOARD ANNUAL EVALUATION

Pursuant to the provisions of **Section 134(3)(p) of the Companies Act, 2013**, read with **Rule 8(4) of the Companies (Accounts) Rules, 2014**, **Schedule IV to the Companies Act, 2013**, and **Regulation 17(10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, the Board of Directors has carried out an annual evaluation of its own performance, the performance of its Committees and that of the individual Directors.

The evaluation was conducted through a structured evaluation process based on criteria approved by the Nomination and Remuneration Committee and the Board. The evaluation framework covered various aspects including the composition of the Board and its Committees, effectiveness of the Board's functioning, quality and timeliness of information flow, strategic guidance, governance standards, risk management oversight, financial and operational performance monitoring, participation in Board deliberations, decision-making process, and the effectiveness of the Committees in discharging their respective responsibilities.

The performance of the Board, its Committees, the Chairperson, Non-Independent Directors and Individual Independent Directors was evaluated through separate evaluation processes. The Independent Directors, at their separate meeting held during the year in accordance with the provisions of **Schedule IV to the Companies Act, 2013** and **Regulation 25(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, reviewed the performance of the Chairperson, Non-Independent Directors and the Board as a whole, besides assessing the quality, quantity and timeliness of the flow of information between the management and the Board.

The Board also evaluated the performance of the Independent Directors, taking into consideration their integrity, independence, professional expertise, participation in Board and Committee meetings, constructive contribution to the deliberations of the Board, safeguarding of stakeholders' interests and fulfilment of the criteria of independence prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Nomination and Remuneration Committee reviewed the performance evaluation framework and the outcome of the evaluation process. Based on the evaluation carried out, the Board expressed its satisfaction with the overall effectiveness of the Board, its Committees and the individual Directors, and acknowledged their significant contribution towards the Company's growth, sound corporate governance and sustainable value creation for all stakeholders.

The Detailed Policy on Performance Evaluation of Independent Directors, Board, Committees and other individual Directors can be accessed from the website of the Company at https://scansteels.com/ssl-policies/- Investor Relations Segment.

MANAGERIAL REMUNERATION / NOMINATION AND REMUNERATION POLICY

The remuneration paid to the Directors, Key Managerial Personnel and Senior Management Personnel during the financial year under review was in accordance with the provisions of the Companies Act, 2013, the Rules made thereunder, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the Nomination and Remuneration Policy of the Company. The remuneration structure is designed to attract, retain and motivate competent professionals and is commensurate with their qualifications, experience, responsibilities, performance and prevailing industry practices.

The Nomination and Remuneration Committee periodically reviews the remuneration policy and recommends remuneration payable to the Executive Directors, Key Managerial Personnel and Senior Management Personnel to the Board, ensuring that it is fair, reasonable, performance-driven and aligned with the long-term interests of the Company and its stakeholders. The remuneration payable to the Non-Executive Directors and Independent Directors is governed by the applicable provisions of the Companies Act, 2013, the Articles of Association of the Company and the approvals, wherever required.

The disclosures relating to remuneration as required under **Section 197 of the Companies Act, 2013** read with **Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**, form part of this Directors' Report as **ANNEXURE 'D'**. The Company affirms that the remuneration paid during the year was in accordance with the Nomination and Remuneration Policy of the Company.

The said policy has been posted on the website of the Company at https://scansteels.com/ssl-policies/- Investor Relations Segment.

BOARD DIVERSITY

The Company recognizes that Board diversity encompasses a broad range of perspectives, skills, experience and expertise, and is not limited to demographic diversity alone. A diverse Board enhances the quality of deliberations and decision-making by bringing together individuals with varied professional qualifications, industry experience, functional expertise, knowledge, age, gender, cultural and geographical backgrounds, thereby fostering innovation, balanced judgment and sustainable value creation for all stakeholders.

The Board Diversity Policy has been adopted by the Company and sets out its approach to diversity. The Board Diversity Policy is available on the website of the Company at https://scansteels.com/ssl-policies/- Investor Relations Segment.

PREVENTION OF INSIDER TRADING

The Company has formulated a **Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons** and a **Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information**, in accordance with the provisions of the **SEBI (Prohibition of Insider Trading) Regulations, 2015**, as amended from time to time. The Code is designed to regulate, monitor and ensure reporting of trading in the Company's securities by Designated Persons and to uphold the highest standards of ethical conduct, transparency and compliance with the applicable regulatory framework.

The aforesaid Policies/Codes are available on the Company's website under the **Investor Relations** section and can be accessed at **https://scansteels.com/ssl-policies/**.

COMPLIANCE WITH CODE OF ETHICS FOR BOARD OF DIRECTORS AND SENIOR EXECUTIVES

All Directors and Senior Management Personnel have affirmed Compliance with the Code of Ethics for Board of Directors and Senior Executives. A Declaration to that effect is attached with The Corporate Governance Report.

SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards, i.e., SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and belief, hereby confirm that:

a) In the preparation of the annual accounts for the year ended March 31, 2026, the applicable accounting standards read with requirements set out under Schedule III to the Act (as amended from time to time) have been followed and there are no material departures from the same;

b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2026 and of the profit and loss of the company for the year ended on that date;

c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

d) The directors had prepared the annual accounts on a going concern basis; and

e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS AND REPORTS

Statutory Auditor & their Audit Report for the year ended March 31, 2026

Pursuant to the provisions of **Section 139 of the Companies Act, 2013** read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company, at the **Thirty-First (31st) Annual General Meeting** held on **Friday, September 27, 2024**, approved the appointment of **M/s. Das Pattnaik & Co., Chartered Accountants (Firm Registration No. 321097E)** as the Statutory Auditors of the Company for a first term of **five consecutive years**, commencing from the conclusion of the Thirty-First (31st) Annual General Meeting until the conclusion of the **Thirty-Sixth (36th) Annual General Meeting** of the Company to be held in the calendar year **2029**.

The Statutory Auditors have audited the Standalone and Consolidated Financial Statements of the Company for the financial year ended **March 31, 2026**. The Audit Reports issued by the Statutory Auditors are **unmodified (unqualified)** and do not contain any qualification, reservation, adverse remark or disclaimer of opinion. The notes forming part of the Standalone and Consolidated Financial Statements are self-explanatory and do not call for any further explanation under **Section 134(3)(f)** of the Companies Act, 2013.

During the financial year under review, the Statutory Auditors have not reported any instance of fraud committed against the Company by its officers or employees under **Section 143(12) of the Companies Act, 2013**. Accordingly, no disclosure is required under **Section 134(3)(ca)** of the Companies Act, 2013.

Cost Auditor and Cost Audit Report

Pursuant to the provisions of Section 148 of the Companies Act, 2013 ("the Act") read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company is required to maintain cost records and have the same audited by a Cost Accountant, as applicable.

Based on the recommendation of the Audit Committee, the Board of Directors, at its meeting held on **July 28, 2026**, approved the re-appointment of M/s. Ray Nayak and Associates, Cost Accountants **(Firm Registration No. 000241)**, having their office at MIG-26, Manarama Estate, Rasulgarh, Bhubaneswar – 751010, as the Cost Auditor of the Company for conducting the cost audit for the Financial Year 2026-2027.

The Cost Auditor has confirmed their eligibility, consent and independence to act as the Cost Auditor of the Company and has also confirmed that they are not disqualified from such appointment under the applicable provisions of the Act and the Rules made thereunder.

The remuneration of the Cost Auditor has been fixed at **₹ 60,000/- (Rupees Sixty Thousand only) per annum**, inclusive of applicable taxes, along with reimbursement of out-of-pocket expenses actually incurred in connection with the cost audit, subject to the approval/ratification of the Members, if required under the applicable provisions of the Act and the Rules made thereunder. The remuneration forms part of the Notice convening the ensuing Annual General Meeting.

The Cost Audit Report for the **Financial Year 2025-2026** is required to be filed within the prescribed time and in accordance with the applicable provisions of the Act and the Rules made thereunder.

The **Cost Audit Report for the Financial Year ended March 31, 2025, was duly filed in XBRL mode on September 18, 2025**, within the prescribed time.

The Board places on record its appreciation for the services rendered by **M/s. Ray Nayak and Associates** and looks forward to their continued professional support.

Internal Auditor

Pursuant to the provisions of **Section 138 of the Companies Act, 2013** read with **Rule 13 of the Companies (Accounts) Rules, 2014**, the Company is required to appoint an Internal Auditor to conduct the internal audit of the functions and activities of the Company.

The term of the existing Internal Auditor concluded with the end of the **Financial Year 2025-2026**. Based on the recommendation of the Audit Committee, the Board of Directors, at its meeting held on **July 28, 2026**, approved the re-appointment of **M/s. P.A. & Associates, Chartered Accountants**, having their office at **2nd Floor, Balaji Towers, G.M. College Road, Sambalpur – 768001, Odisha**, **PAN: AAFFP2414G, ICAI Firm Registration No. 313085E**, as the **Internal Auditor of the Company for the Financial Year 2026-2027**.

M/s. P.A. & Associates possesses the requisite qualifications, experience and expertise to undertake the internal audit of the Company. The scope of internal audit includes review of internal financial controls, risk management systems, operational efficiency, compliance with applicable laws and regulations, corporate governance practices and such other areas as may be assigned by the Audit Committee from time to time.

The Internal Auditor submits periodic reports to the Audit Committee, which reviews the observations and recommendations contained therein and monitors the implementation of corrective measures, wherever required.

The Board looks forward to the continued professional support and guidance of the Internal Auditor during the Financial Year 2026-2027.

Secretarial Auditor & their Audit Report for the year ended March 31, 2026

Pursuant to the provisions of **Section 204 of the Companies Act, 2013**, read with **Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**, and **Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, the Company is required to obtain a Secretarial Audit Report from a Company Secretary in Practice.

At the **Thirty-Second (32nd) Annual General Meeting** of the Company, the Members approved the appointment of **M/s. Amarendra Mohapatra & Associates, Practising Company Secretaries**, as the **Secretarial Auditor of the Company** for a period of **five (5) consecutive financial years commencing from FY 2025–26 and continuing up to FY 2029–30**, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

Accordingly, **M/s. Amarendra Mohapatra & Associates, Practising Company Secretaries**, Prop. CS Amarendra Mohapatra (CP No. 14901), have conducted the Secretarial Audit of the Company for the **Financial Year ended March 31, 2026**. The Secretarial Audit Report issued by the Secretarial Auditor is annexed to this Directors' Report as **ANNEXURE "E"** and forms an integral part of this Annual Report.

The Secretarial Audit was conducted in accordance with the applicable provisions of the Companies Act, 2013, the rules made thereunder, the SEBI Listing Regulations and other applicable laws, regulations and guidelines. During the period under review, the Company has complied with the applicable **Secretarial Standards issued by the Institute of Company Secretaries of India**.

Further, in accordance with Regulation 24A of the SEBI Listing Regulations and applicable SEBI circulars and guidelines, the Company has obtained the **Annual Secretarial Compliance Report** from M/s. Amarendra Mohapatra & Associates for the Financial Year ended March 31, 2026. The said report was duly submitted to **BSE Limited** within the prescribed time. The same can be accessed at https://scansteels.com/wp-content/uploads/2026/05/MARCH-2026.pdf

The **Secretarial Audit Report and Annual Secretarial Compliance Report** for the Financial Year ended March 31, 2026, do not contain any observation, qualification, reservation, adverse remark or disclaimer requiring any explanation, comments or action by the Board of Directors under the applicable provisions of the Companies Act, 2013.

The Secretarial Audit Report for the Financial Year ended March 31, 2026, is annexed to this Annual Report for the information of the Members.

COMMITTEES OF THE BOARD

As on March 31, 2026, the Board of Directors of the Company has duly constituted/re-constituted the following Committees in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

1. **Audit Committee**
2. **Nomination and Remuneration Committee**
3. **Stakeholders' Relationship Committee**
4. **Risk Management Committee**
5. **Corporate Social Responsibility Committee**

During the financial year under review, the Committees of the Board discharged their respective functions in accordance with their terms of reference. All recommendations made by the Committees during the year were duly considered and approved by the Board.

The details relating to the composition, terms of reference, meetings held and attendance of the members of the respective Committees during the financial year ended March 31, 2026 are provided in the **Corporate Governance Report**, which forms an integral part of this Annual Report.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a Vigil Mechanism/ Whistle Blower Policy in accordance with the provisions of Section 177(9) of the Companies Act, 2013 read with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Vigil Mechanism provides a framework for Directors, employees and other stakeholders to report genuine concerns, unethical behaviour, actual or suspected fraud, misconduct or violations of the Company's policies and applicable laws.

The mechanism provides adequate safeguards against victimisation of persons who use the mechanism and provides direct access to the Chairperson of the Audit Committee, wherever required. During the financial year under review, no instance requiring reporting under the Vigil Mechanism was received by the Company.

The Vigil Mechanism/Whistle Blower Policy is available on the website of the Company and can be accessed through the relevant section of the Company's website at https://scansteels.com/policies-and-code/ - Investor Relations Segment.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION& REDRESSAL) ACT 2013

The Company is committed to providing a safe, secure and respectful working environment for all its employees and has adopted a Policy on Prevention of Sexual Harassment at the Workplace in accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("PoSH Act") and the Rules made thereunder.

In compliance with the applicable provisions of the PoSH Act, the Company has constituted an Internal Committee for prevention and redressal of complaints relating to sexual harassment at the workplace.

During the financial year ended March 31, 2026, the Company did not receive any complaint of sexual harassment. Accordingly, there were no complaints pending for disposal as at March 31, 2026. The Company continues to remain committed to maintaining a workplace free from sexual harassment and ensuring a safe and dignified working environment for all its employees. The Sexual Harassment policy can be accessed at the Website of the Company at https://scansteels.com/ssl-policies/.

E-VOTING FACILITY AT AGM

In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company provides its Members with the facility to cast their votes electronically on all the resolutions proposed to be considered at the 33rd Annual General Meeting (AGM) of the Company. For this purpose, the Company has engaged the services of Central Depository Services (India) Limited (CDSL) as the authorised agency for providing the e-voting facility. The detailed procedure and instructions for remote e-voting and e-voting at the AGM are provided in the Notice convening the 33rd AGM.

NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

During the financial year ended March 31, 2026, the Board of Directors of the Company met 12 (Twelve) times. The meetings were held at regular intervals to review the operations and performance of the Company, consider various business matters and take necessary decisions in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The intervening gap between two consecutive meetings was within the period prescribed under the applicable provisions of law. **The details of the Board Meetings held during the financial year and the attendance of the Directors thereat are provided in the Corporate Governance Report, forming part of this Annual Report.**

ANNUAL RETURN

In accordance with the provisions of Section 92(3) of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company has been made available on the Company's official website at **www.scansteels.com**.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

Pursuant to the provisions of **Section 186 of the Companies Act, 2013** and the applicable provisions of the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, the particulars relating to loans, guarantees and investments made by the Company during the financial year, wherever applicable, are disclosed in the **Notes to the Financial Statements**, which form an integral part of this Annual Report. The Company has complied with the applicable provisions of the Companies Act, 2013 in respect of loans, guarantees and investments.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars relating to **conservation of energy, technology absorption, foreign exchange earnings and foreign exchange outgo**, as required under **Section 134(3)(m) of the Companies Act, 2013**, read with **Rule 8(3) of the Companies (Accounts) Rules, 2014**, are provided in **ANNEXURE 'F'** forming part of this Directors' Report.

PARTICULARS OF EMPLOYEES (RULE 5(2), AND 5(3)) AND MANAGERIAL REMUNERATION (RULE 5(1)) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014, AND UNDER SECTION 197(12) OF THE ACT

The disclosures relating to **particulars of employees and managerial remuneration** as required under **Section 197(12) of the Companies Act, 2013**, read with **Rule 5(1), Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**, are provided in **ANNEXURE 'G'** forming part of this Board's Report.

The disclosures required under the aforesaid provisions, including the ratio of the remuneration of each Director to the median remuneration of the employees of the Company and other prescribed particulars, are set out in the said Annexure.

The Company confirms that the remuneration paid during the financial year ended **March 31, 2026** was in accordance with the applicable provisions of the Companies Act, 2013 and the rules made thereunder.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There were **no material changes or commitments** affecting the financial position of the Company which have occurred between the end of the financial year ended **March 31, 2026** and the date of this Board's Report.

The Board of Directors confirms that, except as disclosed elsewhere in this Annual Report, there have been no material changes or commitments which would have a significant impact on the financial position or operations of the Company during the period from **April 1, 2026 to the date of this Report**.

CAUTIONARY STATEMENT

Certain information contained in this Report, including Sections such as Management Discussion and Analysis, Corporate Governance, the Notice to Shareholders and other parts of the Annual Report may include forward-looking statements as defined under applicable laws and regulations. These statements are based on current assumptions, expectations, estimates and projections of the Company with respect to future events and performance.

Such forward-looking statements are subject to risks and uncertainties that could cause actual results to differ materially from those expressed or implied. The Company undertakes no obligation to publicly update or revise any forward-looking statements in light of new information, future developments or otherwise.

ACKNOWLEDGEMENT

The Directors acknowledge and sincerely appreciate the dedication, perseverance and hard work demonstrated by all employees across the Company. They also extend their heartfelt thanks to the Shareholders, Government Bodies, Regulatory Authorities, Banks, Credit Rating Agencies, Stock Exchanges, Depositories, Auditors, Customers, Vendors, Business Associates, Suppliers, Distributors and the communities surrounding the Company's operations. The Directors are grateful for their continued support, trust and confidence in the Company's Management.

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole-Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

ANNEXURES TO THE BOARD REPORT

ANNEXURE NO.	CONTENTS
ANNEXURE 'A'	FORM AOC – 2 (PURSUANT TO CLAUSE (H) OF SUB-SECTION (3) OF SECTION 134 OF THE ACT AND RULE 8(2) OF THE COMPANIES (ACCOUNTS) RULES, 2014)
ANNEXURE 'B'	ANNUAL REPORT ON CSR
ANNEXURE 'C'	POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS' INDEPENDENCE
ANNEXURE 'D'	NOMINATION AND REMUNERATION POLICY
ANNEXURE 'E'	SECRETARIAL AUDIT REPORT (IN FORM - MR 3)
ANNEXURE 'F'	PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO
ANNEXURE 'G'	RULE 5 (1) (2) AND (3) OF COMPANIES (MANAGERIAL REMUNERATION) RULES
ANNEXURE 'H'	CERTIFICATE OF COMPLIANCES WITH CORPORATE GOVERNANCE REQUIREMENT PURSUANT TO REGULATION 34(3) READ WITH SCHEDULE V (E) - OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

ANNEXURE 'A'

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 and Related Party Transactions Justification for Entering into Related Party Transactions referred to in sub-section (2) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:

Scan Steels Limited (the Company) has not entered into any contract/arrangement/transaction with its related parties, which is not in ordinary course of business or at arm's length during FY 2026. The Company has laid down policies and processes/ procedures so as to ensure compliance to the subject, section in the Companies Act, 2013 (Act) and the corresponding Rules and SEBI Listing Regulations, 2015.

a.	Name(s) of the related party and nature of relationship	NIL (All the contracts or arrangements or transactions with related parties are at arm's length basis.)
b.	Nature of contracts /arrangements / transactions	
c.	Duration of the contracts / arrangements/transactions	
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	
e.	Justification for entering into such contracts or arrangements or transactions	
f.	date(s) of approval by the Board	
g.	Amount paid as advances, if any:	
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

2. Details of material contracts or arrangement or transactions at arm's length basis:

(a) Name(s) of the related party and nature of relationship	(b) Nature of contracts/ arrangements/ transactions	(c) Duration of the contracts / arrangements/ transactions	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	(e) Date(s) of approval by the Board, if any:	(f) Amount paid as advances, if any:
*Shrishti Trading Corporation Pvt. Ltd. One Director (Mr. Rajesh Gadodia) is common Director and Shareholder.	Sale & Purchase of Steel Products,	Continuous Basis	Sale/Purchase of Steel Products, at arm's length basis. (For details of transactions during the year refer Note - 30 to the financial statements which includes transactions related to purchase and sale of goods.)	Please refer note below	Nil

**Karma Re-rollers Pvt. Ltd. One Director (Mr. Rajesh Gadodia) is Shareholder in the said Company	Sale & Purchase of Steel Products,	Continuous Basis	Sale/Purchase of Steel Products, at arm's length basis. (For details of transactions during the year refer Note - 30 to the financial statements which includes transactions related to purchase and sale of goods.)	Please refer note below	Nil

Note: As per Regulation 23 of the SEBI Listing Regulations, 2015 approvals were taken for related party transactions that were considered material with Shrishti Trading Corporation Pvt. Ltd., the Board of Directors approved transactions in its meeting held on June 15, 2021, and shareholders' approval was obtained at the Annual General Meeting held on September 30, 2021, for an estimated amount of around ₹ 500 crore. Per financial year During FY 2021–2022 and onwards, For Karma Re-rollers Pvt. Ltd., the Board of Directors approved transactions in its meeting held on August 25, 2023, and shareholders' approval was obtained at the Annual General Meeting held on September 29, 2023, for an estimated amount of around ₹ 500 crore. Per financial year from FY 2023–2024 and onwards, which was also reviewed by the Audit Committee.

* Eq. Shares held by Promoter-Director (Rajesh Gadodia) 93.37% in Shrishti Trading Corporation Pvt. Ltd.

**Eq. Shares held by Promoter-Director (Rajesh Gadodia) 5.39% in Karma Re-Rollers Pvt Ltd and Promoter Company holds - Bayanwala Brothers Private Ltd. (24.36%), Artline Commerce Private Ltd. (35.64%).

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole- Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

ANNEXURE 'B'

Annual Report on Corporate Social Responsibility (CSR) Activities

For The Financial Year Ended March, 31st 2026

[Pursuant to Section 135 of the Companies Act, 2013 and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. **A brief outline on CSR Policy of the Company:**

   As a part of its policy for corporate social responsibility, the Company is associated with charitable and social activities and thereby playing a pro-active role in the socioeconomic growth. In structuring its efforts to the various aspects of Corporate Social Responsibilities, the Company takes in account guidelines and statements issued by stakeholders and other regulatory bodies.

   The management has adopted corporate social responsibility (CSR) with the objective of creating wealth in the community with focus on education, heath, water and society. Social welfare, community development, economic and environmental responsibilities are at the core of the CSR of the Company.

   The key philosophy of all CSR initiatives of the Company is guided by three core commitments of Scale, Impact and Sustainability.

   The Company has identified Following areas of engagement which are as under:

   - **Rural Transformation:** Creating sustainable livelihood solutions, Activities to improve livelihoods, and the lives of rural populations and rural areas.
   - **Animal Welfare:** Aim to address material issues for each livestock industry. disease prevention and veterinary treatment, appropriate shelter, management, nutrition, humane handling, and humane Slaughter.
   - **Health:** Affordable solutions for healthcare through improved access, awareness and health seeking behaviour. Eradicating hunger, poverty and malnutrition, promoting preventive health care and making available safe drinking water.
   - **Education:** Access to quality education, promoting education including special education to poor children in rural area. Improving literacy amongst the children, women, elderly and the differently abled, training and skill enhancement, career guidance, Specially in Nearby Villages where the Plants of the Company Located.
   - **Environment:** Environmental sustainability, ecological balance, conservation of natural resources.
   - **Water:** The Company makes affordable solution for water crises in the local area.
   - **Promoting Sports:** Training and promoting local sports

   The Company would also undertake other need-based initiatives in compliance with Schedule VII to the Act. The CSR Policy may be accessed on the Company's website at www.scansteels.com - Investor Relations Segment.

2. **The Composition of the CSR Committee:**

Sr. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	*Ms. Konika Poddar (up to 8.8.2025)	Independent Woman Director - Chairperson	3	1
2	*Mrs. Sushama Anuj Yadav (w.e.f 8.8.2025)	Independent Woman Director - Chairperson	3	2
3	**Mr. Punit Kedia (up to 8.8.2025)	Independent Director - Member	3	1
4	**Mr. Jitendriya Mohanty (w.e.f 8.8.2025)	Independent Director - Member	3	2
5	Mr. Ankur Madaan	WTD/Executive Director – Member	3	3

*Mrs. Sushama Anuj Yadav (DIN: 07910845)** was appointed as a **Non-Executive Independent Woman Director** of the Company with effect from **August 8, 2025**, for a first term of **five consecutive years**. Consequent upon her appointment, she became a **Member and Chairperson of the Corporate Social Responsibility (CSR) Committee** of the Company.

*Ms. Konika Poddar (DIN: 10435224)**, **Non-Executive Independent Woman Director** of **Scan Steels Limited**, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequent upon cessation of her directorship, she also ceased to be a **Member and Chairperson of the Corporate Social Responsibility (CSR) Committee** of the Company with effect from the same date.

** **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as a **Non-Executive Independent Director** of the Company with effect from **August 8, 2025**, for a first term of **five consecutive years**. Consequent upon his appointment, he became a **Member of the Corporate Social Responsibility (CSR) Committee** of the Company.

** **Mr. Punit Kedia (DIN: 07501851)**, **Non-Executive Independent Director** of **Scan Steels Limited**, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequent upon cessation of his directorship, he also ceased to be a **Member of the Corporate Social Responsibility (CSR) Committee** of the Company with effect from the same date.

3. The web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company are provided below:

The Composition of CSR committee	https://scansteels.com/committee/
CSR Policy	https://scansteels.com/ssl-policies/
CSR projects as approved by the board	https://scansteels.com/others/

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable.: Not Applicable

5. **(₹ in Lakhs)**

a)	Average net profit of the company as per section 135(5) of the Companies Act, 2013.	2407.86
b)	Two percent of average net profit of the company as per section 135(5) of the Companies Act, 2013.	48.16
c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NIL
d)	Amount required to be set off for the financial year, if any.	NIL
e)	Total CSR obligation for the financial year [(b) +(c)-(d)].	48.16

6. **(₹ in Lakhs)**

a)	Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).	49.09
b)	Amount spent in Administrative Overheads.	NIL
c)	Amount spent on Impact Assessment, if applicable.	NA
d)	Total amount Spent for the Financial Year [(a)+(b)+(c)].	49.09

e) CSR amount spent or unspent for the financial year:

Total amount spent for the financial year (₹ in Lakhs)	Amount Unspent (₹ in Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
49.09	**NIL**	**NA**	**NA**	**NIL**	**NA**

f) Excess amount for set off, if any:

Sr. No.	Particular	Amount (₹ In Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	48.16
(ii)	Total amount Spent for the Financial Year	49.09
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial year [(iii)-(iv)]	NIL

7. Details of Unspent CSR amount for the preceding Three Financial Years:

SR. NO.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under section 135(6) (in ₹)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in ₹)	Amount spent in the Financial Year (in ₹)	Amount transferred to a fund as specified under schedule VII as per section 135(5), if any.		Amount remaining to be spent in succeeding financial years. (in ₹)	Deficiency, if any
					Amount (in ₹)	Date of transfer		
Not Applicable								

8. **Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:** No

9. **Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) of the Companies Act, 2013.**: **Not Applicable**

   The Company has allocated 2% of average net profit towards CSR as specified under sub-section (5) of Section 135 of the Companies Act, 2013. The Company has two ongoing programs that have been under way and till March 31, 2025, the Company has been able to successfully spend around 100% of the total budget of FY 2025-26. The programs are at various stages of implementation and are likely to be completed during the ensuing period as per the program design and the CSR strategy. Also, civil construction components of these projects are under progress and other exigencies beyond the control of the Company. The Company also adheres to stringent documentation for the projects and thus verification part also takes due course of time.

   We hereby confirm that the implementation and monitoring of CSR Policy, is in compliance with CSR Objectives and Policy of the Company.

Sd/-	Sd/-	Sd/-
Sushama Yadav	**Ankur Madaan**	**Jitendriya Mohanty**
Chairperson of CSR Committee & Independent Director	Member of Committee & Whole-Time Director	Member of Committee & Independent Director
(DIN: 07910845)	(DIN: 07002199)	(DIN: 03586597)

Date: September 1, 2026
Place: Bhubaneswar

ANNEXURE 'C'

POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS' INDEPENDENCE

1. Introduction:

1.1 Scan Steels Limited (SSL) believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. Towards this, SSL ensures constitution of a Board of Directors with an appropriate composition, size, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.

1.2 SSL recognizes the importance of Independent Directors in achieving the effectiveness of the Board. SSL aims to have an optimum combination of Executive, Non-Executive and Independent Directors.

2. Scope and Exclusion:

2.1 This Policy sets out the guiding principles for, Nomination and Remuneration Committee for identifying person who are qualified to become Director and to determine the independence of Directors, in case of their appointment as independent director of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meaning:

3.1 "Director" means a director appointed to the Board of a company.

3.2 "Nomination and Remuneration Committee" means the committee constituted by SSL's Board in accordance with the provision of section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3.3 "Independent Director" means a director referred to in sub-section (6) of section 149 of the companies Act, 2013 and Regulation 16 (1) (b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

4. Policy:

4.1 Qualification and criteria

4.1.1 The Nomination and Remuneration Committee, and the Board, shall review on an annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a Board with diverse background and experience that are relevant for the Company's operations.

4.1.2 In evaluating the suitability of individual Board members, the Nomination and Remuneration Committee may take into account factors, such as:

- ❖ General understanding of the Company's business dynamics, global business and social perspective;
- ❖ Educational and professional background
- ❖ Standing in the profession;
- ❖ Personal and professional ethics, integrity and values;
- ❖ Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

For appointing Independent Directors Nomination and Remuneration Committee will take the following in to the account:

- ❖ Evaluate the balance of skills, Knowledge and experience on the board and identify the capabilities required in the Board.
- ❖ Prepare description of roles and capabilities and identify candidates who has the said capabilities and in case NRC is looking to replace another Independent Director completing his/her tenure, then accordingly, the description will capture the skillset and expertise of the outgoing Independent Director.
- ❖ For identifying suitable candidate NRC can take assistance from the external agencies and Independent Directors Data Bank, consider candidates from a wide range of backgrounds, having due regard to diversity.

4.1.3 The proposed appointee shall also fulfill the following requirements:

- Shall possess a Director Identification Number;
- Shall not be disqualified under the Companies Act, 2013;
- Shall give his/her written consent to act as a Director;
- Shall Endeavour to attend all Board Meetings and wherever he/she is appointed as a committee member, the committee Meetings;
- Shall abide by the code of conduct established by the Company for Directors and senior Management Personnel;
- Shall disclose his/her concern or interest in any company or companies' bodies corporate, firms, or other association of individuals including his/her shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other relevant laws.

4.1.4 The Nomination and Remuneration committee shall evaluate each individual with the objective of having a group that best enables the success of the Company's business.

4.2 Criteria of Independence

4.2.1 The Nomination and Remuneration Committee shall assess the independence of Director at the time of appointment/re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interests or relationships are disclosed by a Director.

4.2.2 The criteria of independence, as laid down in Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is as below:

An independent director in relation to a company, means a director other than a managing director or a whole-time director or a nominee director-

a. Who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;

b. (i) who is or was not a promoter of the company or its holding, subsidiary or associate company or Member of the Promoter Group of the Company;

(ii) who is not related to promoters or directors in the company, its holding, subsidiary or associate company;

c. Who has or had no pecuniary relationship, other than sitting fees / remuneration as such director or having transaction not exceeding ten per cent of his/her total income or such amount as may be prescribed, with the company, its holding, subsidiary or associate company, or their promoters, or directors, during the three immediately preceding financial years or during the current financial year;

d. None of whose relatives —

(i) is holding any security of or interest in the company, its holding, subsidiary or associate company during the three immediately preceding financial years or during the current financial year of face value in excess of fifty lakh rupees or two percent of the paid-up capital of the company, its holding, subsidiary or associate company, respectively.

(ii) is indebted to the company, its holding, subsidiary or associate company or their promoters, or directors, in excess of such amount as may be prescribed during the three immediately preceding financial years or during the current financial year;

(iii) has given a guarantee or provided any security in connection with the indebtedness of any third person to the company, its holding, subsidiary or associate company or their promoters, or directors of such holding company, for an amount of fifty lakhs rupees, at any time during the three immediately preceding financial years or during the current financial year; or

(iv) has any other pecuniary relationship or transaction with the company, or its holding, subsidiary, or associate company, or their promoters, or directors amounting to two per cent. or more of its gross turnover or total income or fifty lakhs' rupees whichever is lower during the three immediately preceding financial years or during the current financial year

e. Who, neither himself/herself nor any of his/her relatives –

(i) Holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company or any company belonging to the Promoter group of the company in any of the three financial years immediately preceding the financial year in which he/she is proposed to be appointed;

"Provided that in case of a relative who is an employee, the restriction under this clause shall not apply for his/her employment during preceding three financial years.".

(ii) Is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial in which he/she is proposed to be appointed, of—

(A) A firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or

(B) Any legal or a consulting firm that has or had any transaction with the company its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;

(iii) Holds together with his/her relative two per cent or more of the total voting power of the company; or

(iv) Is a Chief Executive or director, by whatever name called, of any non- profit organization that receives twenty-five per cent or more of its receipts o r Corpus from the company, any of its promoter, directors or its holding, subsidiary or associate company or that holds two per cent or more of more of the total voting power of the company; or

(v) Is a material supplier, service provider or customer or a lessor or lessee of the company

f. Shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research corporate governance, technical operations, corporate social responsibility or other disciplines related to the Company's business.

g. Shall possess such other qualifications as may be prescribed, from time to time, under the Companies Act, 2013

h. Who is not less than 21 years of age

i. who is not a non-independent director of another company on the board of which any non-independent director of the listed entity is an independent director.

4.2.3 The Independent Director shall abide by the "Code for Independent Directors" as specified in schedule IV to the Companies Act, 2013

4.3 Other directorship/committee memberships

4.3.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorship in other listed public limited companies in such a way that is does not interfere with their role as directors of the Company.

The Nomination and Remuneration Committee shall take into account the nature of, and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Directors and making its recommendations to the Board.

4.3.2 A Director shall not serve as Director in more than 20 companies of which not more than 10 shall be Public Limited Companies and 7 Listed Company.

4.3.3 A Director shall not serve as an Independent Director in more than 7 Listed Companies and not more than 3 listed Companies in case he is serving as a whole-time Director in any Listed Company.

4.3.4 A Director shall not be a member in more than 10 Committees or act as Chairman of more than 5 Committees across all companies in which he/she holds directorships. For the purpose of reckoning Limit of Directorship Dormant Co. (whether Pvt. Or Public) to be excluded.

For the purpose of considering the limit of the Committees, Audit Committee and stakeholders' Relationship Committee of all Public Limited Companies, whether listed or not, shall be included and all other companies including Private Limited Companies, Foreign Companies and Companies under Section 8 of the Companies Act, 2013 shall be excluded.

***The Policy was last amended in the Board Meeting held on August 25, 2021.**

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ANNEXURE 'D'

NOMINATION AND REMUNERATION POLICY

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, key managerial personnel and employees of the company, to harmonize the aspirations of human resources consistent with the goals of the company and in terms of the provisions of the Companies Act, 2013 and in compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time), this policy on nomination and remuneration of Directors, Key Managerial Personnel (KMP) and Senior Management has been formulated by the Nomination and Remuneration Committee ("NRC") and approved by the Board of Directors of the Company.

OBJECTIVE

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The objective of this policy is to lay down a framework in relation to appointment/Re-appointment and remuneration of directors, KMP, senior management personnel and other employees. The Key Objectives of the Committee would be:

1.1. To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.

1.2 Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the remuneration of Directors, key managerial personnel and other employees.

1.3 For Every appointment of an Independent Director, the committee shall evaluate the balance of skills, and knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an Independent Director. The person recommended to the Board for appointment as an independent Director shall have the capabilities identified in such description.

1.4 Formulation of criteria for evaluation of Independent Director and the Board.

1.5 To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.

1.6 To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

1.7 To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.

1.8 To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

1.9 To develop a succession plan for the Board and to regularly review the plan.

1.10 To assist the Board in fulfilling responsibilities.

1.11 To Implement and monitor policies and processes regarding principles of corporate governance.

APPLICABILITY

A. Directors (Executive and Non-Executive)

B. Key Managerial Personnel

C. Senior Management Personnel

DEFINITIONS

"Act" means the Companies Act, 2013 and Rules framed there under, as amended from time to time.

"Board" means Board of Directors of the Company.

"Directors" means Directors of the Company.

"Key Managerial Personnel" means

i. Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;

ii. Chief Financial Officer;

iii. Company Secretary; and

iv. Such other officer as may be prescribed.

"Senior Management" shall mean the officers and personnel of the Company who are members of its core management team, excluding the Board of Directors, and shall also comprise all the members of the management one level below the Chief Executive Officer or Managing Director or Whole Time Director or Manager (including Chief Executive Officer and Manager, in case they are not part of the Board of Directors) and shall specifically include the functional heads, by whatever name called and the Company Secretary and the Chief Financial Officer."

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

CONSTITUTION OF COMMITTEE

- The Board of Directors of the Company (the Board) constituted the committee to be known as the Nomination and Remuneration Committee consisting of three or more non-executive directors out of which not less than two-third are independent directors.
- The Chairman of the Committee is an Independent Director. In the absence of the Chairperson, the members of the Committee present at the meeting shall choose one amongst them to act as Chairperson
- However, the chairperson of the company (whether executive or non-executive) may be appointed as a member of the Nomination and Remuneration Committee but shall not chair such Committee.
- Minimum Two (2) members or one third of the members of the committee, whichever is greater, including at least one independent director in attendance shall constitute a quorum for the Committee meeting.
- Membership of the Committee shall be disclosed in the Annual Report.
- Term of the Committee shall be continued unless terminated by the Board of Directors.

FREQUENCY OF COMMITTEE MEETING

The meeting of the Committee shall be held at least once in a year.

POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT

1. Appointment Criteria and Qualifications

a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.

b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.

c) Any vacancy in the office of a director shall be filled at the earliest and in any case not later than three months from the date of such vacancy. In cases where Company becomes non-compliant with the requirement under Regulation 17(1) of LODR, Regulations, 2015, due to expiration of the term of office of any director, the resulting vacancy shall be filled not later than the date such office is vacated.

d) Approval of shareholders for appointment or re-appointment of a person on the Board of Directors or as a manager will be taken at the next annual general meeting or within a time period of three months from the date of appointment, whichever is earlier.

e) Any vacancy in the office of Chief Executive Officer, Managing Director, Whole Time Director or Manager shall be filled at the earliest and in any case not later than three months from the date of such vacancy but not by appointing a person in interim capacity, unless such appointment is made in accordance with the laws applicable in case of a fresh appointment to such office and the obligations under such laws are made applicable to such person.

f) The continuation of a director serving on the board of directors other than Whole-Time Director, Managing Director, Manager, Independent Director or a Director retiring as per the sub-section (6) of section 152 of the Companies Act, 2013, and approval of the shareholders for the reappointment or continuation of the aforesaid directors or Manager is otherwise provided for by the provisions of Listing regulations or the Companies Act, 2013 shall be subject to the approval by the shareholders in a general meeting at least once in every five years from the date of their appointment or reappointment, as the case may be.

g) the appointment or a re-appointment of a person, including as a managing director or a whole-time director or a manager, who was earlier rejected by the shareholders at a general meeting, shall be done only with the prior approval of the shareholders.

h) Committee and the Board of directors will give detailed explanation and justification in the statement referred to under sub-section (1) of section 102 of the Companies Act, 2013, annexed to the notice to the shareholders, for considering the appointment or re-appointment of a person earlier rejected by the shareholders for recommending such a person for appointment or re-appointment.

i) The Company shall not appoint or continue the employment of any person as Whole-time Director/ Managing Director / Manager who has attained the age of seventy years and non- executive director who has attained the age of seventy-five years. Provided that the term of the person holding this position may be extended beyond the age of seventy years and seventy-Five Years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond the specified years.

Provided that in case of Whole-time Director/ Managing Director / Manager where no such special resolution is passed but votes cast in favour of the motion exceed the votes, if any, cast against the motion and the Central Government is satisfied, on an application made by the Board, that such appointment is most beneficial to the company, the appointment of the person who has attained the age of seventy years may be made.

j) A person shall not be a director in more than seven listed entities.

k) Any vacancy in the office of the Compliance Officer shall be filled at the earliest and in any case not later than three months from the date of such vacancy. Vacancy cannot be filled by appointing a person in interim capacity, unless such appointment is made in accordance with the laws applicable in case of a fresh appointment to such office and the obligations under such laws are made applicable to such person.

l) Any vacancy in the office of the Chief Financial Officer shall be filled at the earliest and in any case not later than three months from the date of such vacancy. Vacancy cannot be filled by appointing a person in interim capacity, unless such appointment is made in accordance with the laws applicable in case of a fresh appointment to such office and the obligations under such laws are made applicable to such person.

2. Term / Tenure

a) Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- The Appointment, re-appointment or removal of an independent Director shall be subject to the approval of shareholders by way of special resolution. where a special resolution for the appointment of an independent director fails to get the requisite majority of votes but the votes cast in favour of the resolution exceed the votes cast against the resolution and the votes cast by the public shareholders in favour of the resolution exceed the votes cast against the resolution, then the appointment of such an independent director shall be deemed to have been made. further that independent director shall be removed only if the votes cast in favour of the resolution proposing the removal exceed the votes cast against the resolution and the votes cast by the public shareholders in favour of the resolution exceed the votes cast against the resolution.
- An independent director who resigns or is removed from the Board of the company shall be replaced by a new independent director within three months from the date of such resignation or removal, as the case may be.
- No Independent Director shall hold office for more than two consecutive terms of up to maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.
- No independent director, who resigns from a company, shall be appointed as an executive / whole time director on the board of the company, its holding, subsidiary

or associate company or on the board of a company belonging to its promoter group, unless a period of one year has elapsed from the date of resignation as an independent director.

- At the time of appointment of Independent Director, it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

3. Evaluation

The Committee shall specify the manner and carry out effective evaluation of performance of Board and its committees /every Director, KMP and Senior Management Personnel at regular interval (yearly) and review its implementation and compliance.

4. Removal

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations there under, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

5. Retirement

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/ SENIOR MANAGEMENT PERSONNEL

1. Remuneration to Whole-time / Executive / Managing Director, KMP and Senior Management Personnel:

The Remuneration/ Compensation/ Commission etc. to be paid to Director / Whole- Time Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force.

2. Remuneration to Non- Executive / Independent Director:

The Non-Executive Independent Director may receive remuneration / compensation / commission as per the provisions of Companies Act, 2013. The amount of sitting fees shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force.

COMMITTEE MEMBER'S INTEREST

- A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.
- The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

SECRETARY

The Company Secretary of the Company shall act as Secretary of the Committee.

VOTING

- Matters arising for determination at Committee meetings shall be decided by a majority of votes of Members present and voting and any such decision shall for all purposes be deemed a decision of the Committee.
- In the case of equality of votes, the Chairman of the meeting will have a casting vote.

DUTIES IN RELATION TO NOMINATION MATTERS

The duties of the Committee in relation to nomination matters include:

- Ensuring that there is an appropriate induction in place for new Directors and members of Senior Management and reviewing its effectiveness;
- Ensuring that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Act;
- Identifying and recommending Directors who are to be put forward for retirement by rotation
- Determining the appropriate size, diversity and composition of the Board;

- Developing a succession plan for the Board and Senior Management and regularly reviewing the plan;
- Evaluating the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- Making recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract;
- Delegating any of its powers to one or more of its members or the Secretary of the Committee;
- Recommend any necessary changes to the Board; and
- Considering any other matters, as may be requested by the Board.

DUTIES IN RELATION TO REMUNERATION MATTERS

The duties of the Committee in relation to remuneration matters include:

- Considering and determining the Remuneration Policy, based on the performance and also bearing in mind that the remuneration is reasonable and sufficient to attract retain and motivate members of the Board and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board.
- Approving the remuneration of the Senior Management including key managerial personnel of the Company maintaining a balance between fixed and incentive pay reflecting short- and long-term performance objectives appropriate to the working of the Company.
- Delegating any of its powers to one or more of its members or the Secretary of the Committee.
- Considering any other matters as may be requested by the Board.

MINUTES OF COMMITTEE MEETING

Proceedings of all meetings must be minuted and signed by the Chairman of the Committee at the subsequent meeting or before the Next Committee Meeting. Minutes of the Committee meetings will be tabled at the subsequent Board and Committee meeting.

REVIEW AND AMENDMENT

i. The NRC or the Board may review the Policy as and when it deems necessary.

ii. The NRC may issue the guidelines, procedures, formats, reporting mechanism and manual in supplement and better implementation to this Policy, if it thinks necessary.

iii. This Policy may be amended or substituted by the NRC with the approval of the Board as and when required where there are any statutory changes necessitating the change in the policy.

***The Policy was last amended in the Board Meeting held on July 29, 2023.**

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ANNEXURE 'E'

Form No- MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Scan Steels Limited
Office No. 104-105, E-square, Subhash Road,
Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400 057.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Scan Steels Limited** bearing **CIN: L27209MH1994PLC076015** (hereinafter called **"the Company"**) Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2026, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Scan Steels Limited ("The Company") for the Financial Year ended on March 31, 2026** according to the provisions of:

1. The Companies Act, 2013 (**the Act**) and the Rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 (**'SCRA'**) and the Rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Byelaws framed there under.
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not Applicable to the company during the audit period)**;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (**'SEBI Act')** as may be appropriately applicable for the period under review:

a. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; to the extent applicable

b. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; to the extent applicable;

c. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; to the extent applicable

d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments from time to time; to the extent applicable;

e. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

f. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulation, 2021; **(Not Applicable to the Company during the audit period)**

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not Applicable to the company during the audit period);**

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not Applicable to the company during the audit period) and**

i. Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **(Not Applicable to the Company during the audit period)**

6. Other than fiscal, labour and environmental laws which are generally applicable to all manufacturing/ trading companies, the following laws/acts are also, inter-alia, applicable to the company:

a. Legal Metrology Act, 2009 and the Rules made thereunder;

b. Orissa Electricity (Duty) Act, 1961 and Rules made thereunder;

c. The Static & Mobile Pressure Vessels Rules, 1981;

d. The Gas Cylinder Rules, 2004;

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards

The Secretarial Standards issued and notified by the Institute of Company Secretaries of India with respect to board and general meetings.

(ii) Listing Agreements

The Listing Agreement entered into by the Company with BSE Ltd. read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above, to the extent applicable.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were in compliance of the applicable provisions.

Adequate notice is given to all directors to schedule the Board Meetings, Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meeting and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be. Dissenting member's views were not required to be captured and records as a part of the minutes as there was no such instance.

we further report that: based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, during the audit period, except the events listed below no other events occurred which had any major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, and standards and that the Company has complied with such of those relevant clauses thereto which are applicable:

1. AUTHORISED SHARE CAPITAL

The authorized share capital of the Company as on March 31, 2026 is ₹ 86,50,00,000 (Rupees Eighty Six Crore Fifty Lakhs only) divided into 7,15,00,000 (Seven Crore Fifteen Lakhs) equity shares of ₹ 10/- (Rupees Ten) each and 1,50,00,000(One Crore Fifty Lakhs) Non-cumulative Optionally Convertible Redeemable Preference Shares of ₹ 10/- (Rupees Ten) each.

2. ISSUED/SUBSCRIBED/PAID UP CAPITAL

The **paid-up equity share capital as on March 31, 2026 and as on date** is ₹ 58,60,22,950 (Fifty Eight Crore Sixty Lakhs Twenty Two Thousand Nine hundred Fifty) divided into 5,86,02,295 (Five Crore Eighty Six Lakhs Two Thousand Two Hundred Ninety Five) fully paid up Equity Shares of ₹ 10/- (Rupees Ten Only).

******Allotment of Equity Shares Pursuant to Conversion of OCRPS***

Pursuant to the authority accorded by the Members of the Company through Postal Ballot on **May 14, 2025**, and in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, and other applicable laws, the Board of Directors, at its Meeting held on **April 27, 2026**, approved and allotted **21,44,239 Equity Shares** of face value of ₹ 10/- each upon conversion of **20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS)** pursuant to the exercise of the conversion option by the OCRPS holders. The aforesaid allotment was made pursuant to the **in-principle approval** granted by BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/1162/2024-25** dated **November 17, 2025**.

Subsequently, the Company received the **listing approval** from BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/616/2026-27** dated **August 04, 2026** for the aforesaid Equity Shares. The Company is in the process of making the necessary application to BSE Limited for obtaining the **trading approval** for the said Equity Shares, in accordance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, and other applicable laws.

The Board of Directors, at its Meeting held on **April 27, 2026**, allotted **21,44,239 Equity Shares** of face value of **₹ 10/- each** pursuant to the conversion of **20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS)**. Consequent to the said allotment, the issued, subscribed, paid-up and listed Equity Share Capital of the Company increased to **₹ 60,74,65,340**, comprising **6,07,46,534 Equity Shares** of **₹ 10/- each**. The Equity Shares so allotted rank pari passu in all respects with the existing Equity Shares of the Company.

Accordingly, upon the allotment made on **April 27, 2026**, the issued, subscribed and paid-up Equity Share Capital of the Company stood at **₹ 60,74,65,340**, comprising **6,07,46,534 Equity Shares** of face value of **₹ 10/- each**, fully paid-up. The Equity Shares so allotted rank pari passu in all respects with the existing Equity Shares of the Company.

3. DIRECTORS RETIRING BY ROTATION

Mr. Praveen Patro (DIN: 02469361) - Executive Director, **being longest in the office are liable to retire by rotation at the ensuing Annual General Meeting ("AGM")** and being eligible, has sought re-appointment. Based on recommendation of the Nomination and Remuneration Committee, the Board of Directors has recommended his re-appointment and the matter is being placed for seeking approval of members at the ensuing Annual General Meeting of the Company.

4. SENIOR MANAGEMENT - KEY MANAGERIAL PERSONNEL

In accordance with the provision of Section 2(51) and 203 of the company's act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Clause 5B of Schedule V of SEBI Listing Regulations/ SEBI (LODR) Regulations, 2015, Mr. Ankur Madaan - Whole Time Director, Mr. Prabir Kumar Das - Company Secretary & Compliance Officer and Mr. Kalyan Kiran Mishra - Chief Financial Officer are the Key Managerial Personnel of company., During the year under review, there were no changes in the Key Managerial Personnel of the Company.

5. APPOINTMENT/ RE-APPOINTMENT OF DIRECTORS

During the year under review and up to the date of this Report, **Mr. Ankur Madaan (DIN:07002199),** was re-appointed as Whole-Time Director & Chief Executive Officer (CEO) of the Company for the period of Three (3) years effective from May 24, 2026, **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as an Independent Director of the Company for a first term of five (5) consecutive years with effect from August 8, 2025. Further, **Ms. P. Monalisha (DIN: 10992460)** and **Mrs. Sushama Anuj Yadav (DIN: 07910845)** were appointed as Independent Woman Directors of the Company for a first term of five (5) consecutive years with effect from August 8, 2025. The aforesaid appointments were made in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

6. RESIGNATION OF DIRECTORS

During the year under review, **Mr. Gagan Jalan (DIN: 09523622)**, **Mr. Punit Kedia (DIN: 07501851)**, Independent Directors, and **Mrs. Konika Poddar (DIN: 10435224)**, Independent Woman Director, completed their tenure as Directors of the Company and consequently ceased to hold office as Independent Directors with effect from the close of business hours on **August 8, 2025**. The Board of Directors places on record its sincere appreciation for their valuable guidance, dedicated services and significant contributions during their association with the Company and wishes them success in their future endeavours.

Apart from the changes as mentioned above, there were no changes in the composition of the Board of the Company during the year under review. Further, there were no changes in the Key Managerial Personnel of the Company during the year under review.

None of the Directors of the Company are disqualified under Section 164(2) of the Companies Act, 2013. During the year, the non-executive directors of the Company had no material pecuniary relationship or

transactions with the Company. They are paid sitting fees, and reimbursement of expenses incurred by them for the purpose of attending meetings of the Company.

7. **CREDIT RATING**

During the financial year under review, **CRISIL Ratings Limited** reaffirmed the Company's credit ratings as follows:

- **CRISIL BBB+/Stable (CRISIL Triple B Plus with Stable Outlook)** for the Company's Long-Term Debt and Fund-Based Facilities; and
- **CRISIL A2+ (CRISIL A Two Plus)** for the Company's Short-Term Non-Fund-Based Facilities.

The aforesaid ratings reflect the Company's adequate degree of safety with regard to the timely servicing of its financial obligations and demonstrate the Company's sound operational and financial profile. The Stable Outlook indicates CRISIL Ratings Limited's expectation that the Company will continue to maintain a stable business and financial risk profile over the medium term.

The Board believes that the reaffirmation of the above credit ratings reinforces stakeholders' confidence in the Company's financial discipline, prudent capital management and operational performance.

For M/s. AMARENDRA MOHAPATRA & ASSOCIATES,
Sd/-
Amarendra Mohapatra
Company Secretary In Practice
ACS No.: 26257
C.P. No. 14901

Date: 01.09.2026
Place: Bhubaneswar

***This report is to be read with our letter of even date which is annexed as 'ANNEXURE E-1' and forms an integral part of this report.**

'ANNEXURE E-1'

To,
The Members,
Scan Steels Limited
Office No. 104-105, E-square, Subhash Road,
Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400 057.

Our Secretarial Audit report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. We further report that, based on the information provided by the Company its officers, authorised representatives during the conduct of the audit and also on the review of quarterly compliance report by the respective departmental heads / Company Secretary / Whole-Time Director taken on record by the Board of the Company, in our opinion adequate systems and process and control mechanism exist in the Company to monitor compliance with applicable general laws like labour laws & Environment laws.
8. We further report that the Compliance by the Company of applicable financial laws like Direct & Indirect tax laws has not been reviewed in this audit since the same has been subject to review by the statutory financial audit and other designated professionals.

For M/s. AMARENDRA MOHAPATRA & ASSOCIATES,
Sd/-
Amarendra Mohapatra
Company Secretary In Practice
ACS No.: 26257
C.P. No. 14901

Date: 01.09.2026
Place: Bhubaneswar

ANNEXURE 'F'

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31st, 2026.

A) CONSERVATION OF ENERGY:

I. Steps taken or impact on for conservation of energy:

In addition to the existing measures being practiced, the following steps were taken: -

i) Education of work at the Head Office regarding use of various office equipments, especially computers in a manner that use less energy;

ii) Adoption of Policy of Having our heating and cooling equipment serviced regularly.;

iii) Moved to energy efficient compressors and motors along with optimization of capacity;

iv) Replacement of conventional lamps to LED for Street lights;

v) All machines provided with timers to reduce idling.

II. Steps taken by the Company for utilizing alternate source of energy:

The Company is Considering to go with green energy conservation. In recent times, the company has taken initiative for installation of solar power within the factory premises one step towards green initiative.

III. The Capital investment on energy conservation equipments:

The company has Not made any capital investment for utilizing alternate source of energy.

B) TECHNOLOGY ABSORPTION:

(i) the efforts made towards technology absorption

Coal Beneficiation:

Introduced "modifier" in flotation cell to increase clean coal yield.

Developed process flow sheet for washery at Budhakata by introducing intermediate coal beneficiation to enhance clean coal recovery.

(ii) Research and Development:

Specific areas in which R & D is carried out by your company;

i) Horizontal and vertical expansion of company's product profile;

ii) New & Improved Product Development;

iii) Up gradation of R&D lab, efforts are being made to develop state of the art R&D center at Rambahal works to cater to the growing demand of products.

(iii) The benefit derived like product improvement, cost reduction, product development or import substitution:

- Customer satisfaction, cost reduction and quality improvement;
- Efficiency and yield improvement, loss reduction and modernization program;
- Increased Market share for various products;
- Better market penetration of various products;
- Strength of Products are being developed by up gradation and innovation.

(iv) Information regarding imported technology (imported during last three years reckoned from the beginning of the financial year)

a) the details of technology imported; Not Applicable

b) the year of import; Not Applicable

c) whether the technology been fully absorbed; Not Applicable

d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Not Applicable

(v) The expenditure incurred on Research and Development:

Sr. No.	Particulars	Amount (₹ in Crore)
1	Capital	Nil
2	Revenue	Nil
	Total	**Nil**

C) FOREIGN EXCHANGE EARNING AND OUTGO:

Particulars	Current Year (Amount)	Previous Year (Amount)
Total foreign exchange outgo in terms of actual outflow In US $	Nil	Nil
Total foreign exchange outgo in terms of actual outflow In Thailand Baht (THB)	Nil	Nil
Total foreign exchange earned in terms of actual inflows	Nil	Nil

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole- Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

ANNEXURE 'G'

STATEMENT OF DISCLOSURE OF REMUNERATION

(Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

Sr. No	Requirements	Disclosure	
1.	**Remuneration of Director/ KMP for the FY 2025-2026. (₹ in lacs)**	**Name of the Director/ KMP and designation**	**remuneration (₹ in lacs)**
		Mr. Ankur Madaan, Whole-Time Director	13.10
		Mr. Praveen Kumar Patro, Executive Director	18.00
		Mr. Prabir Kumar Das, Company Secretary & Compliance Officer	18.00
		Mr. Kalyan Kiran Mishra, Chief Financial Officer (CFO)	13.10
2.	**% increase in remuneration in the FY 2025-2026.**		**% increase in remuneration**
		Mr. Ankur Madaan, Whole-Time Director	11.49%
		Mr. Praveen Kumar Patro, Executive Director	25.00%
		Mr. Prabir Kumar Das, Company Secretary & Compliance Officer	7.14%
		Mr. Kalyan Kiran Mishra, Chief Financial Officer (CFO)	Not Applicable
3	**The ratio of the remuneration of each Director to the median remuneration of all the employees of the Company for the FY 2025-2026.**		**ratio of the remuneration of each Director**
		Mr. Ankur Madaan, Whole-Time Director	7.35
		Mr. Praveen Kumar Patro, Executive Director	10.10
		Mr. Prabir Kumar Das, Company Secretary & Compliance Officer	Not Applicable
		Mr. Kalyan Kiran Mishra, Chief Financial Officer (CFO)	Not Applicable
4	**The % increase/decrease in the median remuneration of employees in the FY 2025-2026.**	During FY 2025-26, the percentage increase in the median remuneration of employees as compared to previous year was approximately 27.11%.	
5	**The number of permanent employees on the rolls of Company as on March 31, 2026.**	There were 1299 permanent employees on the rolls of Company as on March 31, 2026.	

6	**The Average percentage increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentage increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.**	***The aggregate remuneration of employees other than managerial personnel decreased by approximately 3.50% during FY 2025-26 as compared with the previous financial year. The decrease was primarily attributable to changes in employee strength, normal employee attrition/replacement during the year, and variations in the composition of the workforce and related remuneration. The overall reduction was also impacted by changes in salary structures and employee-related costs during FY 2025-26.
7	**Affirmation that the remuneration is as per the remuneration policy of the Company**	It is affirmed that the remuneration paid is as per the Nomination & Remuneration Policy of the Company.

Notes:

1. The **median remuneration of all the employees of the Company during the financial year was ₹ 1,78,279**. For this purpose, Sitting Fees paid to the Independent Directors has not been considered as remuneration;
2. Figures have been rounded off wherever necessary.

THE INFORMATION REQUIRED UNDER SECTION 197 OF THE ACT READ WITH RULE 5(2) & (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 ARE GIVEN BELOW:

(INR in Lakhs)

SL. NO.	Name	AGE IN YEARS	Qualification	Date of Commencement Of Employment	Designation	Remuneration (Amount ₹ in Lakhs)	Total Experience (No. of yrs.)	Previous Employment (Designation)	Percentage/No. of equity share held by employee in company
1.	ANKUR MADAAN	36	B. Com	24/10/2014	Whole-time Executive Director	13.10	14 Yrs.	Pawanjay Sponge Iron Limited (Director)	Nil
2.	PRABIR KUMAR DAS	55	B. Com (Hons), FCS, LLB, CMA/ MBA (Finance & Marketing)	1/12/2004	Company Secretary & Compliance officer	17.80	30 Yrs.	Rohit Ferro Tech Limited (Company Secretary cum Legal Officer)	Nil
3.	RISHI MOHATA	45	B. Com	15/09/2021	Marketing Head	17.80	19 Yrs	Rungta Mines Ltd	Nil
4.	GOVIND SHARMA	55	B. Com	01/02/2011	AGM, Commercial	14.40	32 Yrs.	Orissa Cement Limited, Manager -Accounts	Nil
5.	VINEET GADODIA	48	B. Com	01/10/2002	AGM, Operation	15.50	26 Yrs.	NA	Nil
6.	KALYAN MISHRA	58	B. Com, (Hons) CA Inter	01/11/2015	GM, Accounts	13.10	32 Yrs.	Business	Nil
7.	SAURAV SENGUPTA	54	B. Sc (Hons)	01/01/2017	General Manager (Operation)	13.70	33 Yrs.	Scan Energy & Power Limited GM (Operation)	Nil
8.	DEBENDRA KUMAR PATI	49	B. Com, (Hons) MBA(Finance)	01/12/2022	Senior Manager Finance	8.40	20 years	SRB Consultancy Pvt Ltd	Nil

9.	JOYDEEP GHOSH	56	Diploma (Tech.)	16/08/1973	DGM-Commercial	9.74	19 Yrs.	Nil	Nil
10.	DEEPAK KUMAR SHARMA	59	Matric	11/09/1990	Manager	8.95	37 Yrs.	Nil	Nil

1. The remuneration includes salary, perquisites and contribution to provident fund.
2. None of the employee is a relative of any director of the company.
3. All appointments are/were contractual in accordance with terms and conditions as per company rules.
4. None of the employees hold by himself or along with his/her spouse and dependent children, 2% or more equity shares of the company.
5. Details of remuneration of Directors are given in the Board Report and Corporate Governance Report.

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	Sd/
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole- Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

ANNEXURE 'H'

CERTIFICATE OF COMPLIANCES WITH CORPORATE GOVERNANCE REQUIREMENT (AS PER PROVISIONS OF CHAPTER IV OF SEBI (LODR) REG. 2015) PURSUANT TO REGULATION 34(3) READ WITH SCHEDULE V (E) - OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

To,
The Members of
Scan Steels Limited

We have examined the compliance of conditions of Corporate Governance by Scan Steels Limited **("the Company")**, for the year ended on March 31, 2026, as stipulated in Regulations 17 to 27 (Reg. 24 Not Applicable) and clauses (b) to (i) ('h' Not Applicable) and (t) of regulation 46(2) and para-C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended **("the Listing Regulations")**. ('Applicable criteria') **for the year ended March 31, 2026** as required by the Company for annual submission to the Stock exchange.

Managements' Responsibility

The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditors' Responsibility

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to our examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulations 17 to 27 (Reg. 24 Not Applicable) and clauses (b) to (i) ('h' Not Applicable) and (t) of regulation 46(2) and para-C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended **("the Listing Regulations")**. during the year ended March 31, 2026.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For M/s. AMARENDRA MOHAPATRA & ASSOCIATES,
Sd/-
Amarendra Mohapatra
Company Secretary In Practice
ACS No.: 26257
C.P. No. 14901

Date: 01.09.2026
Place: Bhubaneswar

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

OVERVIEW

Scan Steels Limited ("the Company") is engaged in the business of manufacturing and marketing steel products and operates in an industry that plays a vital role in India's economic and industrial development. The Company's business is supported by demand from infrastructure, construction, manufacturing, housing and other allied sectors. During the financial year ended March 31, 2026, the Company continued to operate in a dynamic business environment influenced by domestic economic conditions, infrastructure spending, steel demand, availability and pricing of key raw materials, energy costs, logistics expenses and developments in the global steel market.

During the year under review, the management remained focused on strengthening operational efficiency, optimising utilisation of available resources, maintaining product quality, managing costs and improving overall business performance. The Company continued to pursue a disciplined approach towards production, procurement, inventory and working capital management while remaining responsive to changing market conditions and customer requirements.

The management believes that the long-term growth prospects of the Indian steel industry remain encouraging, supported by continued infrastructure development, urbanisation, industrial expansion and the Government's focus on strengthening domestic manufacturing capabilities. At the same time, the Company remains conscious of the cyclical nature of the steel industry and the risks arising from fluctuations in raw material prices, energy costs, steel prices, demand conditions, global economic developments and trade-related measures.

Going forward, the Company will continue to focus on operational excellence, cost optimisation, prudent financial management, product quality, customer satisfaction and sustainable business growth. Management remains committed to strengthening the Company's competitive position and creating long-term value for shareholders and other stakeholders through responsible and disciplined business practices.

GLOBAL ECONOMIC OVERVIEW

The global economic environment during FY 2025–26 remained challenging, with moderate growth, geopolitical uncertainties, changing trade policies, inflationary pressures and fluctuations in commodity and energy prices. These factors continued to influence industrial activity, investment and demand for commodities, including steel. The global steel industry, in particular, remained under pressure from subdued demand and increasing production capacity. According to the OECD Steel Outlook 2026, global steel demand declined by an estimated 2.6% in 2025, while global steelmaking capacity reached a record 2,445 million tonnes, resulting in estimated excess capacity of approximately 640 million tonnes. Global capacity utilisation declined to around 76% in 2025, reflecting the gap between available capacity and actual demand.

For 2026, the global steel outlook remains cautious. The OECD projects global steel demand to increase by only about **0.4% to approximately 1.8 billion tonnes**, following the 2.6% contraction in 2025. However, the performance is expected to vary significantly across regions. China's steel demand is projected to decline by **0.6%**, while India is expected to record stronger growth of approximately **6.7%**, taking its steel demand to about **174.7 million tonnes**. ASEAN demand is projected to increase by around **3.5%**, indicating that emerging economies are expected to remain important drivers of global steel consumption.

From the management's perspective, the global steel industry therefore presents a mixed environment. While weak global demand, excess capacity, international competition, trade measures and volatility in raw material and energy prices remain key challenges, the stronger growth outlook for India provides a favourable opportunity for domestic steel manufacturers. The Company will continue to closely monitor global and domestic market developments and focus on operational efficiency, cost optimisation, prudent working-capital management, product quality and customer relationships. Management remains committed to maintaining financial discipline and strengthening the Company's ability to respond effectively to changing market conditions and pursue sustainable long-term growth.

INDIAN ECONOMIC OVERVIEW

The Indian economy remained resilient during FY 2025–26, supported by strong domestic consumption, infrastructure development, public capital expenditure and continued growth in manufacturing and services. India's real GDP growth for FY 2025–26 was estimated at 7.6%, reflecting the continued strength of domestic economic activity. The economic environment remained broadly supportive for industrial sectors, although global uncertainties, commodity-price movements, geopolitical developments and external trade conditions continued to present challenges.

For the steel industry, the domestic environment remained particularly encouraging. India's crude steel production increased by approximately **10.7% year-on-year to around 168.4 million tonnes** during FY 2025–26, while finished steel consumption reached approximately **164 million tonnes**, registering growth of around **7–8%**. The increase in demand was supported by infrastructure development, construction, railways, manufacturing and other capital-intensive sectors.

The Government's continued focus on infrastructure development, urbanisation, roads, railways, housing and manufacturing is expected to support steel consumption over the medium to long term. India's total steel capacity stood at approximately **220 million tonnes per annum (MTPA)** in FY 2025–26, with the industry progressing towards the National Steel Policy target of **300 MTPA by 2030**.

From the management's perspective, the sustained growth in domestic steel consumption provides a favourable operating environment for steel manufacturers. However, volatility in iron ore, coal and energy prices, logistics costs, steel prices, interest rates and global trade policies remain important factors affecting industry margins and profitability. The Company therefore continues to focus on efficient utilisation of resources, cost optimisation, prudent working-capital management, product quality and operational discipline.

The management believes that India's long-term economic growth, increasing infrastructure investment and rising industrial activity provide a strong foundation for the continued development of the steel sector. The Company remains focused on leveraging these opportunities while maintaining financial discipline and effectively managing the risks arising from changes in the domestic and global economic environment.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Indian steel industry is an important part of the country's economic and industrial development and has a strong link with infrastructure, construction, housing, manufacturing, transportation and other core sectors. The industry consists of large integrated steel producers as well as secondary steel manufacturers producing products such as sponge iron, billets, TMT bars, structural steel and other finished steel products. The growing requirement for steel in infrastructure and industrial projects continues to support the long-term demand for steel in India.

During the financial year 2025–26, the domestic steel industry witnessed continued growth in demand, supported by infrastructure development, government spending, construction activity, urbanisation and growth in manufacturing. The development of roads, railways, power projects, renewable energy, housing and industrial infrastructure continued to provide opportunities for steel manufacturers. The Company believes that these developments are expected to support the demand for steel products in the coming years.

At the same time, the steel industry remained exposed to fluctuations in the prices of key raw materials such as iron ore, coal and scrap, as well as changes in power, fuel and transportation costs. Steel prices are also influenced by domestic and global demand, imports and exports, international commodity prices and global economic conditions. These factors may affect the operating margins and profitability of steel manufacturers.

The industry is also witnessing increasing focus on energy efficiency, environmental sustainability, technological improvement and responsible use of natural resources. Steel manufacturers are required to continuously improve production efficiency and adopt appropriate measures to reduce energy consumption, emissions and waste while maintaining product quality and competitiveness.

From the management's perspective, the long-term outlook for the Indian steel industry remains positive, supported by infrastructure development, industrialisation and increasing domestic steel consumption. Scan Steels Limited will continue to focus on operational efficiency, cost optimisation, product quality, customer satisfaction and prudent financial management. The Company remains committed to responding effectively to changing industry conditions and pursuing sustainable growth while managing the risks associated with the cyclical nature of the steel industry.

BUSINESS OVERVIEW

Scan Steels Limited ("the Company") is a BSE-listed company engaged in the manufacturing of iron and steel products. The Company has an integrated secondary steel manufacturing presence, with its manufacturing facilities located in Odisha and Karnataka. Its principal products include TMT rods and other steel products, with TMT rods marketed under the brand name "SHRISHTII TMT".

The Company has developed capabilities across various stages of steel manufacturing, including DRI, steel melting, rolling and captive power generation, enabling better integration of its manufacturing operations and resource utilisation. The Company has built its presence in the steel market over several years and has established a strong regional presence, particularly in Odisha.

During FY 2025–26, the Company continued to focus on efficient manufacturing operations, product quality, cost optimisation and meeting customer requirements. Management remains focused on strengthening operational efficiency and maintaining the quality and reliability of its products while responding to changing market conditions.

The Company's business is closely linked with the growth of the construction, infrastructure, housing and industrial sectors. Management believes that the continued development of infrastructure and industrial activity in India provides a favourable long-term environment for steel demand. Going forward, the Company will continue to focus on operational efficiency, prudent resource management, quality improvement and sustainable growth while creating long-term value for its stakeholders.

SWOT ANALYSIS

As part of the Business Overview, the SWOT Analysis provides management's assessment of the Company's **Strengths, Weaknesses, Opportunities and Threats** in relation to its steel manufacturing operations and the prevailing business environment. The analysis highlights the Company's key internal capabilities and areas requiring attention, while also identifying external opportunities arising from the growth of the Indian steel industry and potential risks that may affect business performance. This assessment assists management in formulating appropriate business strategies, managing risks and pursuing sustainable growth.

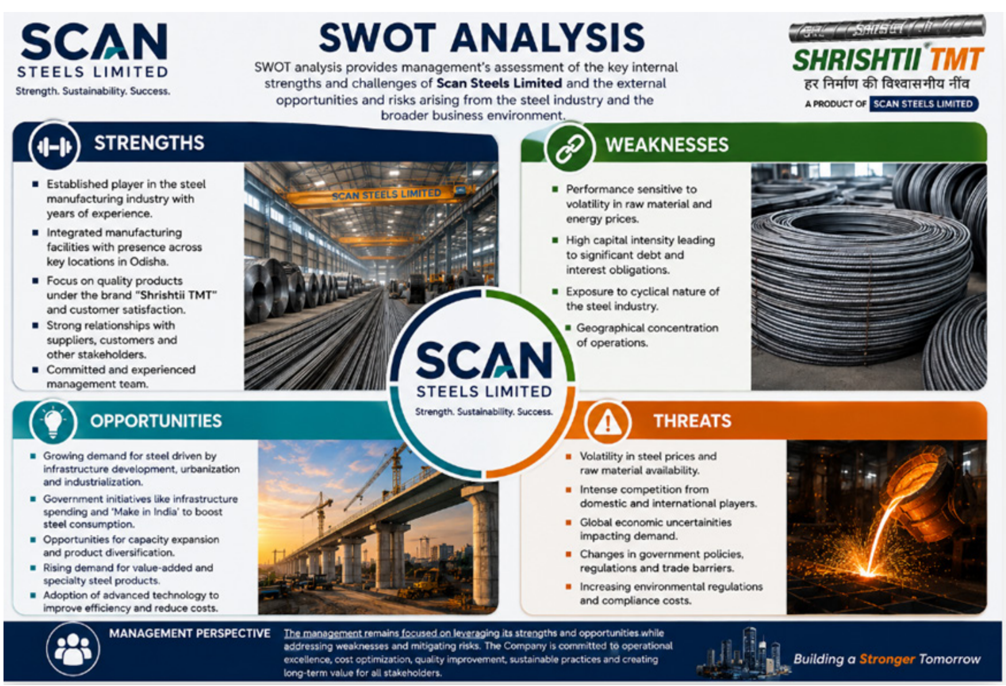
Strengths: The Company has experience in steel manufacturing, established operational capabilities, a focus on product quality and customer relationships.

Weaknesses: The business is capital-intensive and cyclical, with performance being sensitive to raw material prices, energy costs, steel prices and market demand.

Opportunities: Growing infrastructure, construction, housing and industrial activity in India provides opportunities for increased demand for steel products.

Threats: Raw material and steel price volatility, competition, changes in demand, imports, global economic conditions and regulatory requirements may affect the Company's performance.

Management Perspective: Management remains focused on leveraging its strengths and market opportunities while addressing weaknesses and mitigating risks through operational efficiency, cost optimisation, prudent financial management and sustainable business practices.



SEGMENT-WISE PERFORMANCE

Scan Steels Limited is primarily engaged in the **steel manufacturing business** and its operations are principally focused on the manufacture and sale of steel products. Accordingly, the Company's business is substantially managed and reviewed as a single operating segment. The Company's performance during FY 2025–26 was influenced by domestic steel demand, steel prices, raw material availability and costs, energy and transportation expenses and overall market conditions.

During the year, the management continued to focus on efficient utilisation of manufacturing facilities, cost optimisation, product quality and effective management of raw materials and working capital. The Company also remained focused on meeting customer requirements and maintaining operational efficiency in a competitive market.

The management believes that the Company's steel business has opportunities for growth arising from infrastructure development, construction, housing and industrial activity in India. At the same time, the Company continues to monitor risks relating to volatility in steel and raw material prices, competition and changes in market demand.

The detailed financial and segment information, wherever applicable, is provided in the relevant **Notes to the Financial Statements**, forming part of this Annual Report.

RISKS AND MITIGATION

The steel manufacturing business is exposed to various risks, including fluctuations in the prices and availability of key raw materials, volatility in steel prices, changes in market demand, energy and transportation costs, competition and operational disruptions. These factors may affect production costs, sales realisations and operating margins.

The Company seeks to mitigate these risks through effective procurement and inventory planning, continuous monitoring of market conditions, cost optimisation and efficient utilisation of manufacturing facilities. Management also focuses on preventive maintenance, quality control, workplace safety and operational monitoring to minimise production-related risks.

Working-capital and liquidity risks are managed through regular monitoring of receivables, inventory and payables and prudent financial planning. The Company also monitors applicable statutory, environmental and regulatory requirements to ensure timely compliance.

Management remains focused on strengthening operational efficiency, maintaining product quality and responding proactively to changes in the steel market. Through these measures, the Company aims to manage identified risks effectively while pursuing sustainable growth and long-term value creation for its stakeholders.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Scan Steels Limited has established adequate internal control systems and procedures commensurate with the size, nature and complexity of its steel manufacturing operations. The internal control framework is designed to safeguard the Company's assets, ensure efficient utilisation of resources, maintain accurate and reliable financial records, prevent errors and irregularities, and ensure compliance with applicable laws and regulations.

The Company regularly monitors and reviews its internal control systems through appropriate management processes and internal checks. The Audit Committee periodically reviews the effectiveness of the internal control framework and the observations arising from internal and statutory audits, wherever applicable. Corrective actions are taken on a timely basis to strengthen controls and address identified gaps.

Based on the assessment undertaken by the management, the Company believes that its internal control systems are adequate and operating effectively in relation to its business operations. The Company remains committed to continuously strengthening its internal controls in line with its business requirements and changes in the operating environment.

INDUSTRIAL RELATIONS AND HUMAN RESOURCE MANAGEMENT

Our employees, communities, customers and suppliers are important stakeholders of the Company and contribute significantly to the continuity and growth of our business. The Company believes in building long-term, transparent and trust-based relationships with its stakeholders through regular engagement, open communication and responsible business practices.

The Company recognises the important role played by its suppliers and business partners in maintaining a reliable and efficient supply chain. Key areas of focus include timely payments, continuity of business, capacity building and local procurement. The Company aims to develop mutually beneficial relationships with business partners who share its values, business ethics and commitment to responsible and sustainable practices.

The Company believes that its people are the foundation of its growth and operational excellence. As of March 31, 2026, the Company had **1299** employees. The Human Resources Department continues to focus on maintaining healthy and cordial relations with employees and workers and on creating a safe, supportive and productive workplace.

The Company promotes diversity, inclusion and equal opportunities and believes in providing a fair and respectful work environment to all employees. The recruitment and development processes focus on bringing together people with diverse skills, experience and backgrounds. The Company also encourages the participation and development of women and employees from different backgrounds.

Employee engagement, skill development and continuous learning remain important areas of focus. Employees are encouraged to share ideas, participate in improvement initiatives and contribute to cross-functional projects. The Company also recognises and appreciates employee performance through appropriate recognition and reward initiatives.

Management believes that a motivated, skilled and engaged workforce is essential for achieving operational excellence and sustainable growth. The Company will continue to invest in employee development, workplace safety, engagement and welfare and strive to build a culture of excellence and continuous improvement.

DISCUSSION ON FINANCIAL PERFORMANCE WITH OPERATIONAL PERFORMANCE

FINANCIAL PERFORMANCE

Highlights FY 2025-26

Financial Data	2025-26	2024-25	Growth (%)
Total Income	839.88	793.81	5.80%
Operating EBIDTA	49.09	45.3583	8.23%
EBIDTA margin (%)	5.86%	5.75%	1.91%
Depreciation and amortization expenses	15.73	15.69	0.25%
Interest Cost	8.47	8.19	3.42%
Profit before Exceptional Items	26.53	26.09	1.69%
Exceptional Items	-	-	-
PAT	19.81	19.61	1.02%
Earnings per shares (basic)	3.38	3.35	0.90%
Earnings per shares (diluted)	3.34	3.35	-0.30%

Note: The figures are in bracket shows negative

Other key Financial Indicators:

Sr. No.	RATIOS	2025-26	2024-25	CHANGE	%CHANGE
1	Debtors Turnover (No. Of days)	7	8.00	-1	-12.50%
2	Inventory Turnover (No. Of Days) *	73	80.00	-7	-8.75%
3	Interest Coverage Ratio **	5.80	5.54	0.26	4.66%
4	Current Ratio	1.79	1.82	-0.03	-1.65%
5	Debt –Equity Ratio	0.16	0.15	0.01	6.67%
6	Operating EBITDA (Margin %)	5.86%	5.75%	0.11%	1.91%
7	Net Profit Margin (%) #	2.36	2.47	-0.11	-4.45%
8	Return on Net worth (%)	4.49	4.69	-0.21	-4.37%

Note:

***Inventory turnover is high due to higher amount of inventory holding.**

**** Interest coverage ratio has gone up substantially due to higher EBDITA margin and lower interest on debt.**

#Net Profit margin has gone up substantially due to higher operational efficiency in production of finished products.

OPERATIONAL PERFORMANCE

PRODUCT WISE GROSS SALES:

Breakup (₹ in crores)

Product	2025-26	2024-25	% change
TMT REBARS	710.78	697.74	1.87
SPONGE IRON	-	-	-
MS INGOT/MS BILLET	9.79	41.35	-76.32

PRODUCT WISE SALES QUANTITY:

Breakup (Qty in MT)

Product	2025-26	2024-25	% change
TMT REBARS	162469	153869	5.59
SPONGE IRON	-	-	-
MS INGOT/MS BILLET	2593	10750	-75.88

FINANCIAL MANAGEMENT

The Company follows a prudent approach to financial management and regularly reviews its funding requirements for ongoing projects and business operations. Senior management assesses the financial requirements and prevailing market conditions before taking decisions regarding the appropriate sources of finance. The Company meets its funding requirements through a balanced mix of borrowings from banks and financial institutions on competitive terms and internal accruals, as appropriate.

The Finance Department, operating from the corporate office and manufacturing locations, is supported by qualified and experienced personnel. The department maintains proper records of financial transactions and prepares regular financial reports for review by the senior management.

The Company has appropriate financial controls and processes in place to ensure proper monitoring and utilisation of funds. Regular internal and statutory audits are undertaken to review financial systems and controls. Management continues to focus on prudent financial planning, effective working-capital management and responsible utilisation of financial resources.

OUTLOOK

The outlook for the Indian steel industry remains favourable over the medium to long term, supported by sustained economic growth, continued infrastructure development, urbanisation, housing demand and expansion in manufacturing and industrial activities. Increased investment in roads, railways, power, renewable energy and other infrastructure sectors is expected to provide continued support to domestic steel consumption.

In this evolving business environment, Scan Steels Limited remains focused on strengthening its manufacturing capabilities, improving operational efficiency, optimising costs and maintaining consistent product quality. The Company will continue to closely monitor developments in steel demand, selling prices, raw material availability, energy costs, logistics and competitive conditions and will take appropriate business measures in response to market dynamics.

Management remains cautiously optimistic about the Company's business prospects and is committed to disciplined financial management, optimum utilisation of resources, operational excellence and sustainable business practices. The Company will continue to strengthen customer relationships and enhance its ability to respond effectively to changing market requirements.

At the same time, management remains cognisant of the risks associated with volatility in steel and raw material prices, fluctuations in demand, global economic uncertainties, competitive pressures and changes in regulatory and environmental requirements. Appropriate measures will continue to be undertaken to manage these risks and protect the Company's operational and financial interests.

The Company believes that its continued focus on operational efficiency, product quality, cost competitiveness, responsible resource management and sustainable practices will enable it to capitalise on emerging opportunities in the steel sector and strengthen its position in the domestic market. The Company remains committed to creating sustainable long-term value for its shareholders and other stakeholders.

CORE VALUES AND CULTURE

The Company believes that sustainable business success is built on strong values, ethical practices and a positive corporate culture. Integrity, transparency, accountability and responsible conduct form the foundation of the Company's business operations. The Company expects its employees and business associates to follow high standards of ethical behaviour and comply with its Code of Conduct.

The Company promotes a culture of teamwork, mutual respect, fairness and open communication. Employees are encouraged to actively participate in discussions, share ideas and contribute to decision-making and continuous improvement. The Company believes that employee involvement and motivation are important for achieving operational excellence and sustainable growth.

Quality, productivity, efficient utilisation of human and material resources and responsible business practices remain key elements of the Company's management philosophy. The Company also recognises its responsibility towards the community and strives to conduct its operations in a manner that creates value for shareholders, employees, customers, business partners and society at large.

CAUTIONARY STATEMENT

This Management Discussion and Analysis Report may contain certain forward-looking statements relating to the Company's future plans, expectations, projections and business prospects. Such statements are based on the information, assumptions and expectations available to the management as on the date of this Report and are subject to various risks and uncertainties.

Actual results may differ materially from those expressed or implied in such statements due to factors such as changes in economic conditions, steel demand and prices, raw material availability and costs, competition, government policies and regulations, taxation, interest rates and other factors affecting the Company's business and operations.

The Company does not undertake any obligation to publicly update or revise these forward-looking statements to reflect subsequent events or developments, except as required under applicable laws and regulations. Accordingly, readers are advised to exercise due caution while considering such statements, as actual performance may differ from the expectations expressed herein.

CONCLUSION

Scan Steels Limited remains focused on strengthening its core steel manufacturing operations and improving operational efficiency, product quality and cost competitiveness. The Company will continue to monitor industry developments, market conditions and emerging opportunities while maintaining a prudent approach towards business risks.

Management remains committed to responsible financial management, employee development, customer satisfaction, regulatory compliance and sustainable business practices. With continued focus on operational excellence and efficient utilisation of resources, the Company aims to achieve sustainable growth and create long-term value for its shareholders and other stakeholders.

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole- Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

CORPORATE GOVERNANCE REPORT

[Report on Corporate Governance pursuant to the Companies Act, 2013 (the "Act") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 {"SEBI Listing Regulations"} and forming a part of the report of the Board of Directors]

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company is committed to maintaining the highest standards of **Corporate Governance, transparency, accountability and ethical business practices**. The Company believes that sound Corporate Governance is essential for achieving sustainable growth, protecting the interests of all stakeholders and enhancing long-term shareholder value.

The Company's governance philosophy is founded on the principles of **integrity, fairness, transparency, accountability and responsible conduct**. The Company strives to ensure that its business and affairs are conducted in accordance with applicable laws, regulations and established best practices.

The Board of Directors plays a pivotal role in providing effective leadership, strategic direction and oversight of the Company's operations. The Board is supported by various Committees, which assist in ensuring appropriate supervision, effective internal controls, risk management and compliance with applicable statutory and regulatory requirements.

The Company believes in maintaining **open and transparent communication with its shareholders and other stakeholders** and endeavours to provide timely and accurate information regarding its financial performance, business operations and other material developments.

The Company remains committed to continuously strengthening its governance framework and adopting appropriate practices that promote **sustainable business growth, responsible decision-making and creation of long-term value for all stakeholders**.

BOARD OF DIRECTORS

Composition of the Board

The Board of Directors of the Company comprises an appropriate combination of Executive, Non-Executive and Independent Directors, providing a balanced mix of skills, experience, knowledge, expertise, independence and diversity required for effective governance and decision-making.

As on the date of this Report, the Board comprises six (6) Directors, consisting of one Non-Executive Chairman, two Executive Directors and three Independent Directors, including two Independent Women Directors. The composition of the Board is in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The composition of the Board is as follows:

1. Mr. Rajesh Gadodia – Non-Executive Chairman
2. Mr. Ankur Madaan – Whole-time Director
3. Mr. Praveen Kumar Patro – Executive Director
4. Mr. Jitendriya Mohanty – Independent Director (w.e.f. August 8, 2025)
5. Ms. P. Monalisha – Independent Woman Director (w.e.f. August 8, 2025)
6. Mrs. Sushama Anuj Yadav – Independent Woman Director (w.e.f. August 8, 2025)

The Board collectively provides strategic direction and guidance to the Company and oversees the management and affairs of the Company. The presence of Independent Directors ensures an objective and independent perspective in the deliberations and decision-making process of the Board.

Changes to Board during FY 2025-26

During the year under review and up to the date of this Report, there were certain changes in the composition of the Board of Directors of the Company.

Mr. Ankur Madaan (DIN: 07002199) was re-appointed as the Whole-Time Director & Chief Executive Officer (CEO) of the Company for a further period of three (3) years with effect from May 24, 2026.

Further, Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as an Independent Director of the Company for a first term of five (5) consecutive years with effect from August 8, 2025. Ms. P. Monalisha (DIN: 10992460) and Mrs. Sushama Anuj Yadav (DIN: 07910845) were appointed as Independent Woman Directors of the Company for a first term of five (5) consecutive years with effect from August 8, 2025.

The aforesaid appointments and re-appointment were made in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Mr. Gagan Jalan (DIN: 09523622) and Mr. Punit Kedia (DIN: 07501851), Independent Directors, and Mrs. Konika Poddar (DIN: 10435224), Independent Woman Director, completed their respective terms as Directors of the Company and consequently ceased to be Directors with effect from the close of business hours on August 8, 2025.

The Board places on record its sincere appreciation for the valuable guidance, support and contribution made by Mr. Gagan Jalan, Mr. Punit Kedia and Mrs. Konika Poddar during their association with the Company and wishes them success in their future endeavours.

Except for the changes mentioned above, there were no other changes in the composition of the Board of Directors during the year under review.

<u>**Directors' Disclosures and Independence**</u>

None of the Directors of the Company are disqualified from being appointed or continuing as Directors under Section 164(2) of the Companies Act, 2013.

During the year under review, the Non-Executive Directors of the Company had no material pecuniary relationship or transactions with the Company, other than the sitting fees received for attending the meetings of the Board and its Committees and reimbursement of expenses incurred in connection with attending such meetings.

The Independent Directors of the Company have confirmed that they meet the criteria of independence as prescribed under the applicable provisions of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015.

***The details of number of Directorship and Committee Chairmanships/ Memberships held by Directors of the Company (including the Company) as on March 31, 2026 is given below:**

Sr. No.	Name	Designation	Category	Directorships & Committee Position		
				Directorships	Committee Memberships	Committee Chairmanships
1.	Mr. Rajesh Gadodia	Chairman	Promoter, Non-Executive	1	-	-
2.	Mr. Ankur Madaan	Whole-Time Director	Executive, non-promoter	1	3	1
3.	Mr. Praveen Kumar Patro	Director	Executive, non-promoter	1	-	-
4.	**Mr. Punit Kedia up to 8.8.2025	Independent	Non-Executive & Independent	1	3	1
5.	*Mr. Jitendriya Mohanty w.e.f 8.8.2025	Independent	Non-Executive & Independent	1	3	1
6.	**Ms. Konika Poddar up to 8.8.2025	Independent	Non-Executive & Independent	1	1	3
7.	*Mrs. Sushama Yadav w.e.f 8.8.2025	Independent	Non-Executive & Independent	4	1	3
8.	**Mr. Gagan Jalan up to 8.8.2025	Independent	Non-Executive & Independent	-	2	-
9.	*Ms. P. Monalisha w.e.f 8.8.2025	Independent	Non-Executive & Independent	-	2	-

***Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as an Independent Director of the Company for a first term of five (5) consecutive years **with effect from August 8, 2025**. Further, **Ms. P. Monalisha (DIN: 10992460)** and **Mrs. Sushama Anuj Yadav (DIN: 07910845)** were appointed as Independent Woman Directors of the Company for a first term of five (5) consecutive years **with effect from August 8, 2025**. The aforesaid appointments were made in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

****Mr. Gagan Jalan (DIN: 09523622)**, **Mr. Punit Kedia (DIN: 07501851)**, Independent Directors, and **Mrs. Konika Poddar (DIN: 10435224)**, Independent Woman Director, completed their tenure as Directors of the Company and consequently ceased to hold office as Independent Directors **with effect from the close of business hours on August 8, 2025**. The Board of Directors places on record its sincere appreciation for their valuable guidance, dedicated services and significant contributions during their association with the Company and wishes them success in their future endeavours.

<u>Note:</u>

1. While considering the total number of Directorships, Directorships in Foreign Companies and Companies incorporated under Section 8 of the Act have been excluded.
2. While calculating number of Membership of Committee in other Companies, it includes Audit Committee and Stakeholders' Relationship Committee of Public Companies (Listed and Unlisted) only.
3. The number of Directorship, Chairmanship/ Membership in Committees of all Directors is within prescribed limit under the Act and Regulation 26 of the SEBI Listing Regulations.
4. As required under the Indian Accounting Standard 24 transaction with related parties are furnished under note 30 of notes on accounts. There were no transactions of material nature with Promoter Directors or their relatives, etc. that may have potential conflict with the interest of the company. With regards to disclosure received from Directors and senior management there was no transaction with the company which might have potential conflict with the interest of the company at a large.
5. There are no inter-se relationships between our Board Members.
6. The details of familiarization programmes imparted to Independent Directors can be access at the website of the Company at https://scansteels.com/policies-and-code/

<u>Board Meetings</u>

The Board of Directors of the Company meets on a quarterly basis to review the Company's operational and financial performance, including the quarterly financial results, and to deliberate upon various key business and governance matters. Additional meetings are convened, as and when required, to consider and address specific business requirements and matters requiring the attention and approval of the Board.

Detailed agendas, together with relevant background notes and supporting information, are prepared and circulated to the Directors sufficiently in advance of the meetings to enable them to adequately review the matters and participate effectively in the deliberations.

The Company ensures that the Board is provided with comprehensive, adequate and timely information on all significant matters affecting the operations and affairs of the Company, including the information specified under **Part A of Schedule II read with Regulation 17(7) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")**, as amended from time to time.

The Directors are encouraged to actively participate in the deliberations of the Board and are provided with adequate opportunity to seek clarifications, offer their views and suggest additional matters for discussion. The Board accordingly exercises effective oversight over the Company's operations, performance, strategy, risk management, compliance and other matters placed before it.

Meetings held during the Financial Year 2025-26

During the financial year 2025-26, the Board of Directors of the Company met **twelve (12) times** to review the operational and financial performance of the Company and to consider various matters relating to its business and affairs. The meetings were held on **April 14, 2025; April 28, 2025; May 17, 2025; July 22, 2025; August 8, 2025; September 1, 2025; September 12, 2025; October 31, 2025; December 1, 2025; January 6, 2026; February 5, 2026; and February 28, 2026**.

The gap between any two consecutive Board Meetings did not exceed **120 days**. The requisite quorum was present at all the meetings. All the Board Meetings held during the financial year 2025-26 were conducted **physically**, with the Directors actively participating in the discussions and deliberations on the matters placed before the Board. The Board also reviewed the financial results, business operations, statutory and regulatory compliances and other important matters concerning the Company.

The attendance of each Director at the Board Meeting and the last Annual General Meeting is given thereunder:

The attendance of each Director at the Board Meetings held during the financial year 2025-26 and at the **last Annual General Meeting (AGM)** of the Company is provided below. The details include the number of Board Meetings held during the tenure of each Director, the number of meetings attended by them, and their attendance at the last AGM.

The attendance details are as follows:

Name of Directors	Particulars of attendance for the Board Meetings		Attendance for last AGM held on September 26, 2025
	Meetings held during the Director's tenure	Board Meetings Attended	
Mr. Rajesh Gadodia, (DIN 00574465)	12	12	Yes
Mr. Ankur Madaan (DIN:07002199)	12	12	Yes
Mr. Praveen Patro, (DIN: 02469361)	12	12	Yes
**Mr. Punit Kedia, (DIN: 07501851) up to 8.8.2025	05	05	NA
*Mr. Jitendriya Mohanty (DIN: 03586597) w.e.f 8.8.2025	07	07	Yes
**Mrs. Konika Poddar (DIN 10435224) up to 8.8.2025	05	05	NA
*Mrs. Sushama Anuj Yadav (DIN: 07910845) w.e.f 8.8.2025	07	07	Yes
**Mr. Gagan Jalan, (DIN: 09523622) up to 8.8.2025	05	05	NA
*Ms. P. Monalisha (DIN: 10992460) w.e.f 8.8.2025	07	07	Yes

***Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as an Independent Director of the Company for a first term of five (5) consecutive years **with effect from August 8, 2025**. Further, **Ms. P. Monalisha (DIN: 10992460)** and **Mrs. Sushama Anuj Yadav (DIN: 07910845)** were appointed as Independent Woman Directors of the Company for a first term of five (5) consecutive years **with effect from August 8, 2025**. The aforesaid appointments were made in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

****Mr. Gagan Jalan (DIN: 09523622)**, **Mr. Punit Kedia (DIN: 07501851)**, Independent Directors, and **Mrs. Konika Poddar (DIN: 10435224)**, Independent Woman Director, completed their tenure as Directors of the Company and consequently ceased to hold office as Independent Directors **with effect from the close of business hours on August 8, 2025**. The Board of Directors places on record its sincere appreciation for their valuable guidance, dedicated services and significant contributions during their association with the Company and wishes them success in their future endeavours.

Independent Directors

The Company has Independent Directors on its Board in accordance with the requirements of the **Companies Act, 2013** and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** ("SEBI Listing Regulations"). The Independent Directors bring their professional knowledge, experience, expertise and independent judgement to the Board and play an important role in maintaining high standards of corporate governance.

All Independent Directors have submitted the required declarations confirming that they meet the criteria of independence prescribed under **Section 149(6) of the Companies Act, 2013** and **Regulation 16(1)(b) of the SEBI Listing Regulations**. The Board has reviewed these declarations and is satisfied that the Independent Directors fulfil the prescribed conditions of independence and are eligible to continue as Independent Directors of the Company.

The Independent Directors have also confirmed that there are no circumstances which may affect their ability to exercise independent and objective judgement in discharging their duties. They have further confirmed compliance with the applicable limits on the number of Independent Directorships prescribed under **Regulation 17A of the SEBI Listing Regulations**.

The Independent Directors actively participate in the meetings of the Board and its Committees and provide their independent views and constructive guidance on matters relating to the Company's business operations, financial performance, business strategy, risk management, internal controls, statutory and regulatory compliances and other important matters.

The Company also conducts familiarisation programmes for the Independent Directors to enable them to understand the Company's business, operations, steel manufacturing activities, industry environment, business model, risks and regulatory framework. The details of such programmes are made available on the Company's website, as required under the applicable provisions of the SEBI Listing Regulations.

During the financial year under review, the Independent Directors discharged their duties and responsibilities in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations. They also contributed to the effective functioning of the Board and its Committees and provided appropriate guidance and oversight in the interest of the Company and its stakeholders.

The terms and conditions of appointment of the Independent Directors, including their roles, duties and responsibilities, are available on the Company's website under the Investor Relations section in accordance with the applicable provisions of the SEBI Listing Regulations.

Familiarisation Programmes for Independent Directors

The Independent Directors are provided with a detailed appointment letter at the time of their induction, setting out their roles, duties, responsibilities and the terms and conditions of their appointment.

To enable the Independent Directors to effectively discharge their duties and responsibilities, the Company periodically familiarises them with the Company's business and operations, industry environment, strategic initiatives, policies, procedures, risk management framework and other important developments. The Independent Directors are also apprised of the activities and operations of the Company's subsidiaries, as applicable.

The familiarisation programmes are conducted through presentations, discussions and other interactions during Board and Committee Meetings. These programmes are generally scheduled along with the Board Meetings to facilitate the participation of the Directors and to provide them with relevant and updated information about the Company.

The familiarisation programmes enable the Independent Directors to gain a better understanding of the Company's business, operations and regulatory environment and assist them in making informed and independent contributions to the deliberations of the Board and its Committees.

The details of Familiarization Programmes are placed on the website of the Company at https://scansteels.com/independent-directors/ - Investor Relations Segment.

Meeting of Independent Directors

In accordance with the provisions of Schedule IV of the Companies Act, 2013 and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the Independent Directors of the Company meet **at least once during each financial year** without the presence of Non-Independent Directors and members of the management.

The Independent Directors hold such meetings to discuss matters relating to the functioning of the Board and the Company and to independently assess various aspects of corporate governance. During the meeting, the Independent Directors, inter alia, review the performance of the Non-Independent Directors and the Board as a whole, assess the performance of the Chairperson of the Company after considering the views of the Executive and Non-Executive Directors, and evaluate the quality, adequacy and timeliness of the flow of information between the management and the Board.

During the financial year 2025-26, the Independent Directors of the Company held a separate meeting on February 28, 2026. All the Independent Directors were present at the meeting. The Independent Directors expressed their satisfaction with the overall functioning of the Board, its Committees and the management of the Company.

The Independent Directors also reviewed the quality and timely availability of information provided by the management to the Board, which enabled the Board to effectively and reasonably discharge its duties and responsibilities.

Matrix setting out the Skills/Expertise/Competence of the Board of Directors

The Board of Directors of the Company comprises individuals with diverse qualifications, professional experience, knowledge and expertise in areas relevant to the Company's business. The Company believes that an appropriate mix of skills, experience and competencies at the Board level is essential for providing effective leadership, strategic direction and oversight of the Company's operations and for maintaining high standards of corporate governance.

In accordance with **Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** ("SEBI Listing Regulations"), the Company has identified the key skills, expertise and competencies considered relevant to the effective functioning of its Board, keeping in view the nature, scale and complexity of the Company's business and its operations in the **steel manufacturing industry**.

The Board collectively possesses experience and expertise in areas such as **steel and manufacturing operations, business management and leadership, finance and accounting, strategic planning, risk management, corporate governance and regulatory compliance, technology and operational efficiency, sustainability and environmental matters, and stakeholder management**. These skills enable the Board to effectively review the Company's performance, evaluate business opportunities and risks, guide its strategic direction and oversee the Company's long-term growth and sustainable development.

The key skills, expertise and competencies identified as relevant to the Company's business are set out below:

Skills / Expertise / Competencies	Relevance to the Steel Industry
Industry Knowledge & Experience	Knowledge and experience of steel manufacturing, production processes, raw materials, capacity utilisation, quality control and industry trends.
Business Management & Leadership	Experience in managing manufacturing businesses, leadership, administration and organisational development.
Finance & Accounting	Expertise in financial management, accounting, financial reporting, taxation, budgeting, capital management and financial controls.
Strategy & Business Planning	Ability to formulate business strategies, expansion plans, capacity enhancement, diversification and long-term growth plans.
Operations & Supply Chain	Understanding of manufacturing efficiency, procurement, logistics, supply chain, productivity and cost optimisation.
Risk Management	Knowledge of operational, financial, market, regulatory and business risks and appropriate risk mitigation measures.
Corporate Governance & Compliance	Knowledge of the Companies Act, SEBI regulations, listing requirements and other laws applicable to the Company.
Technology & Automation	Understanding of technology, automation, modern manufacturing processes and digital systems relevant to steel operations.
Sustainability, ESG & CSR	Awareness of environmental sustainability, energy efficiency, emissions, waste management, social responsibility and ESG matters.
Stakeholder Management	Ability to consider and balance the interests of shareholders, employees, customers, lenders, regulators and other stakeholders.

The Board, as a whole, possesses an appropriate combination of the above skills, expertise and competencies required for effective oversight and governance of the Company. The diverse experience and professional background of the Directors enable the Board to provide informed guidance to the management and to take appropriate decisions in the best interests of the Company and its stakeholders.

In terms of requirement of SEBI Listing Regulations, the Board has identified the following core skills / expertise / competencies of the Directors in the context of the Company's business for effective functioning as follows:

The skills, expertise and competencies possessed by individual Directors, based on their qualifications, professional experience and areas of specialisation, are set out below:

Name of Director	Industry / Manufacturing	Finance & Accounting	Business & Leadership	Strategy	Governance & Compliance	Risk Management	Legal / Regulatory	Technology	ESG / CSR
Mr. Rajesh Gadodia, (DIN 00574465)	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Ankur Madaan (DIN:07002199)	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Praveen Patro, (DIN: 02469361)	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Punit Kedia, (DIN: 07501851) up to August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mrs. Konika Poddar (DIN 10435224) up to August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Gagan Jalan, (DIN: 09523622) up to August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Jitendriya Mohanty (DIN: 03586597) w.e.f. August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓
Ms. P. Monalisha (DIN: 10992460) w.e.f. August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mrs. Sushama Anuj Yadav (DIN: 07910845) w.e.f. August 8, 2025	✓	✓	✓	✓	✓	✓	✓	✓	✓

Committees of the Board

The Board of Directors has constituted various Committees to assist the Board in effectively discharging its responsibilities and to ensure greater transparency, accountability and good corporate governance. The Committees of the Board operate within their respective terms of reference and provide focused guidance and oversight on matters entrusted to them.

During the financial year under review, the following Committees of the Board were in place:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee
5. Risk Management Committee

The Board constitutes additional functional committees, from time to time, depending on the business needs.

The constitution, composition, terms of reference, powers and functions of the Committees are in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable laws, rules and regulations.

The Committees meet at regular intervals as required and consider the matters entrusted to them under their respective terms of reference. The recommendations made by the Committees are placed before the Board for its consideration and approval, wherever required.

The details of the composition of the Committees, changes in their constitution during the year, number of meetings held during the financial year and attendance of the members at such meetings are **set out below as part of this Report**.

1. Audit Committee

The Audit Committee of the Company has been constituted in accordance with the provisions of **Section 177 of the Companies Act, 2013 ("Act") and Regulation 18 read with Part C of Schedule II of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"),** as amended from time to time.

The Audit Committee comprises Directors with the requisite knowledge and expertise in the areas of finance, accounting, management and related matters. The composition of the Audit Committee is in conformity with the applicable provisions of the Act and the SEBI Listing Regulations.

The Audit Committee assists the Board of Directors in fulfilling its oversight responsibilities in relation to the integrity of the financial statements, financial reporting process, internal financial controls, audit process, internal audit, related party transactions, risk management and other matters prescribed under applicable laws.

Composition of the Audit Committee:

As on March 31, 2026, the Audit Committee comprised the following members:

Name of the Member	Designation in the Committee	Category
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director
Mr. Ankur Madaan	Member	Executive-Whole-time Director
**Mr. Punit Kedia	Member	Non-Executive Independent Director
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director

* **Changes in the Composition of the Audit Committee**

During the financial year under review, **Mrs. Sushama Anuj Yadav (DIN: 07910845)** was appointed as a **Non-Executive Independent Woman Director** of the Company for a first term of five consecutive years commencing from **August 8, 2025 to August 7, 2030**. Her appointment was approved by the shareholders at the **32nd Annual General Meeting** by way of a **Special Resolution**. Consequent upon her appointment as an Independent Director, she was appointed as the **Chairperson of the Audit Committee** with effect from **August 8, 2025**.

Further, **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as a **Non-Executive Independent Director** of the Company for a first term of five consecutive years commencing from **August 8, 2025 to August 7, 2030**. Consequent upon his appointment as an Independent Director, he was appointed as a **Member of the Audit Committee** with effect from **August 8, 2025**. His appointment was also approved by the shareholders at the **32nd Annual General Meeting** by way of a **Special Resolution**.

** **Cessation of Members of the Audit Committee**

During the financial year under review, **Ms. Konika Poddar (DIN: 10435224)**, Non-Executive Independent Woman Director of the Company, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequent upon the cessation of her directorship, she also **ceased to be the Member and Chairperson of the Audit Committee** with effect from the same date.

Further, **Mr. Punit Kedia (DIN: 07501851)**, Non-Executive Independent Director of the Company, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequently, he also **ceased to be a Member of the Audit Committee** with effect from the same date.

Accordingly, the Audit Committee was reconstituted with effect from **August 8, 2025**, in accordance with the applicable provisions of the **Companies Act, 2013** and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**.

The Chairperson of the Audit Committee is an Independent Director. The members of the Committee possess the requisite knowledge and expertise in the areas of finance, accounting, management and related matters.

Details of audit committee meetings during the financial year:

During the financial year **2025-26**, the **Audit Committee met six (6) times** to deliberate upon and review various matters within its terms of reference and as required under the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, on **April 14, 2025, May 17, 2025, August 8, 2025, October 31, 2025, December 1, 2025 and February 5, 2026** and the gap between two meetings did not exceed one hundred and twenty days. The requisite quorum was present for all the meetings. All the decisions at the Audit Committee meetings were taken unanimously.

The attendance of the members at the meetings of the Audit Committee was as follows:

Name of the Member	Designation in the Committee	Category	No of Meetings during the Year 2025-2026	
			Held	Attended
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director	6	3
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director	6	3
Mr. Ankur Madaan	Member	Executive- Whole-time Director	6	6
**Mr. Punit Kedia	Member	Non-Executive Independent Director	6	3
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director	6	3

The Company Secretary acts as the Secretary to the Audit Committee.

***Mrs. Sushama Anuj Yadav (DIN: 07910845)** was appointed as a **Non-Executive Independent Woman Director** of the Company for a first term of five consecutive years commencing from **August 8, 2025 to August 7, 2030**. Her appointment was approved by the shareholders at the **32nd Annual General Meeting** by way of a **Special Resolution**. Consequent upon her appointment as an Independent Director, she was appointed as the **Chairperson of the Audit Committee** with effect from **August 8, 2025**.

***Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as a **Non-Executive Independent Director** of the Company for a first term of five consecutive years commencing from **August 8, 2025 to August 7, 2030**. Consequent upon his appointment as an Independent Director, he was appointed as a **Member of the Audit Committee** with effect from **August 8, 2025**. His appointment was also approved by the shareholders at the **32nd Annual General Meeting** by way of a **Special Resolution**.

Ms. Konika Poddar (DIN: 10435224), Non-Executive Independent Woman Director of the Company, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequent upon the cessation of her directorship, she also **ceased to be the Member and Chairperson of the Audit Committee** with effect from the same date.

Mr. Punit Kedia (DIN: 07501851), Non-Executive Independent Director of the Company, ceased to be an Independent Director of the Company with effect from the **close of business hours on August 8, 2025**. Consequently, he also **ceased to be a Member of the Audit Committee** with effect from the same date.

Terms of Reference:

The terms of reference of the Audit Committee are in accordance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II of the SEBI Listing Regulations. The principal terms of reference of the Audit Committee, inter alia, include the following:

1. To oversee the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. To recommend to the Board of Directors the appointment, remuneration and terms of appointment of the statutory auditors of the Company.
3. To review and monitor the independence and performance of the statutory auditors and the effectiveness of the audit process.
4. To examine and review, with the management, the annual financial statements and auditors' report thereon before submission to the Board for approval.
5. To review, with the management, the quarterly, half-yearly and annual financial statements and financial results before submission to the Board for approval.
6. To review changes, if any, in accounting policies and practices and the reasons for the same, major accounting entries involving estimates based on the exercise of judgment by management, significant adjustments arising out of audit, compliance with applicable accounting standards and other related matters.
7. To review the adequacy and effectiveness of the internal financial control systems and risk management systems of the Company.
8. To review the adequacy, scope, performance and effectiveness of the internal audit function and the structure of the internal audit department, including staffing and reporting structure.
9. To review the findings of internal auditors and follow-up action taken thereon.
10. To review the appointment, removal and terms of remuneration of the internal auditor, wherever applicable.
11. To review the performance of the statutory auditors and internal auditors and adequacy of the internal control systems.
12. To approve or modify transactions of the Company with related parties and subsequent modifications thereto, in accordance with the applicable provisions of the Act and the SEBI Listing Regulations.
13. To scrutinise inter-corporate loans and investments of the Company, wherever applicable.
14. To review the valuation of undertakings or assets of the Company, wherever it is necessary.
15. To review the utilisation of funds raised through public offers, rights issues, preferential issues or other issue of securities and related matters, wherever applicable.
16. To review the utilisation of loans and/or advances from/investment by the holding company in the subsidiary exceeding the prescribed thresholds, wherever applicable.
17. To approve or recommend to the Board the appointment of the Chief Financial Officer or any other person heading the finance function or discharging that function, after assessing the qualifications, experience and background of the candidate.
18. To review the Management Discussion and Analysis of financial condition and results of operations.
19. To review the statement of significant related party transactions submitted by the management.
20. To review the management letters / letters of internal control weaknesses issued by the statutory auditors and the responses of the management thereto.
21. To review reports relating to internal control weaknesses, frauds and irregularities, wherever applicable.

22. To review the financial statements and investments made by unlisted subsidiary companies, wherever applicable.
23. To review the functioning of the vigil mechanism / whistle-blower mechanism and ensure that adequate safeguards are provided against victimisation of persons who use such mechanism.
24. To discuss with the statutory auditors, before commencement of the audit, the nature and scope of audit and to have post-audit discussions to ascertain any area of concern.
25. To discuss with the statutory auditors and internal auditors any significant findings and follow-up actions thereon.
26. To review the financial risk management policies and systems of the Company.
27. To investigate into any matter within its terms of reference and to have full access to information contained in the records of the Company.
28. To seek information from employees and obtain outside legal or other professional advice, wherever considered necessary.
29. To secure attendance of external experts or persons with relevant expertise at its meetings, wherever considered necessary.
30. To review compliance with applicable laws and regulatory requirements relating to financial reporting, accounting and audit matters.
31. To carry out such other functions and responsibilities as may be prescribed under the Companies Act, 2013, SEBI Listing Regulations and other applicable laws, or as may be assigned by the Board of Directors from time to time.

Review of Information by the Audit Committee:

The Audit Committee shall mandatorily review the following information, in accordance with the applicable provisions of the **Companies Act, 2013** and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**:

1. **Management Discussion and Analysis** of the financial condition and results of operations of the Company.
2. **Statement of significant related party transactions**, as defined by the Audit Committee, submitted by the management.
3. **Management letters / letters of internal control weaknesses** issued by the Statutory Auditors.
4. **Internal audit reports** relating to internal control weaknesses.
5. **Appointment, removal and terms of remuneration of the Chief Internal Auditor**, wherever applicable.
6. **Matters relating to the Insider Trading Code**, including compliance with the applicable code and related requirements.
7. **Disclosures made by the Promoters** under the applicable provisions of the **SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011**, including disclosures under Regulation 31, wherever applicable.

The Audit Committee reviews the above information periodically and makes such recommendations to the Board of Directors as it considers appropriate.

2. Nomination and Remuneration Committee

The Nomination and Remuneration Committee ("NRC" or "the Committee") of **Scan Steels Limited** has been constituted by the Board of Directors in accordance with the applicable provisions of **Section 178 of the Companies Act, 2013** and **Regulation 19 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")**, as amended from time to time.

The Committee assists the Board of Directors in discharging its responsibilities relating to the appointment and remuneration of Directors, Key Managerial Personnel ("KMP") and Senior Management Personnel, performance evaluation of the Board and its Committees, succession planning and other matters relating to human resources and leadership development.

The Committee also ensures that the appointment and remuneration of Directors, KMP and Senior Management are based on appropriate qualifications, experience, skills, performance and other relevant criteria and are aligned with the Company's business objectives, values and long-term interests.

The terms of reference of the Nomination and Remuneration Committee, inter alia, include the following:

a) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and carry out evaluation of every director's performance.

b) Formulating a criteria for determining qualifications, positive attributes and independence of a director and recommending to the Board a policy, relating to the remuneration of the directors, key managerial personnel / Senior Management and other employees.

c) Formulating a criteria for evaluation of performance of Independent Directors and the Board.

d) For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description.

e) whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

f) Devising a policy on Board diversity.

g) To recommend Board/review remuneration of the Managing Director(s) and Whole-time Director(s) or Senior Management based on their performance and defined assessment criteria.

h) To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable;

i) To perform such other functions as may be necessary or appropriate for the performance of its duties.

Composition of the Committee:

The Nomination and Remuneration Committee shall comprise of three or more Non-Executive Directors, with not less than one-half of the members being Independent Directors, in accordance with Section 178 of the Companies Act, 2013. The Chairperson of the Committee shall be an Independent Director, in accordance with the applicable provisions of the SEBI Listing Regulations.

As on March 31, 2026, the Nomination and Remuneration Committee comprised the following members:

Name of the Member	Designation in the Committee	Category
**Mr. Punit Kedia	Chairman	Non-Executive Independent Director
*Mr. Jitendriya Mohanty	Chairman	Non-Executive Independent Director
**Mr. Gagan Jalan	Member	Non-Executive Independent Director
* Ms. P. Monalisha	Member	Non-Executive Independent Director
**Ms. Konika Poddar	Member	Non-Executive Independent Director
*Mrs. Sushama Anuj Yadav	Member	Non-Executive Independent Director

* **Changes in the Composition of the Nomination and Remuneration Committee**

During the financial year under review, Mrs. Sushama Anuj Yadav (DIN: 07910845) and Ms. P. Monalisha (DIN: 10992460) were appointed as Non-Executive Independent Woman Directors of the Company for a first term of five consecutive years, commencing from August 8, 2025 to August 7, 2030.

Their appointments were duly approved by the Members of the Company at the 32nd Annual General Meeting by way of Special Resolution, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Consequent upon their appointment as Independent Directors, Mrs. Sushama Anuj Yadav (DIN: 07910845) and Ms. P. Monalisha Ms. P. Monalisha (DIN: 10992460) were appointed as Members of the Nomination and Remuneration Committee of the Company with effect from August 8, 2025.

Further, **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as a **Non-Executive Independent Director** of the Company for a first term of five consecutive years, commencing from **August 8, 2025 to August 7, 2030**.

His appointment was duly approved by the Members of the Company at the **32nd Annual General Meeting** by way of **Special Resolution**, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Consequent upon his appointment as an Independent Director, **Mr. Jitendriya Mohanty (DIN: 03586597)** was appointed as the **Chairperson of the Nomination and Remuneration Committee** of the Company with effect from **August 8, 2025**.

The aforesaid appointments and the constitution of the Nomination and Remuneration Committee are in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

* * **Cessation of Independent Directors and Reconstitution of Nomination and Remuneration Committee**

During the financial year under review, Ms. Konika Poddar (DIN: 10435224), Non-Executive Independent Woman Director, Mr. Punit Kedia (DIN: 07501851), Non-Executive Independent Director, and Mr. Gagan Jalan (DIN: 09523622), Non-Executive Independent Director, ceased to be Directors of the Company with effect from the close of business hours on August 8, 2025. Consequent upon cessation of their directorships, Ms. Konika Poddar and Mr. Gagan Jalan ceased to be Members of the Nomination and Remuneration Committee, while Mr. Punit Kedia ceased to be the Chairperson of the Nomination and Remuneration Committee, with effect from the same date.

Accordingly, the composition of the Nomination and Remuneration Committee was reconstituted by the Board of Directors in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Details of Nomination and Remuneration Committee Meetings During the Financial Year:

During the financial year under review, the **Nomination and Remuneration Committee** of the Company met on **May 17, 2025, August 8, 2025 and February 28, 2026** to consider and deliberate upon various matters falling within the scope and responsibilities of the Committee. The meetings were conducted in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the terms of reference of the Committee. The requisite quorum was present at all the meetings.

The attendance of the members at the meetings of the Nomination and Remuneration Committee held during the financial year under review was as follows:

Name of the Member	Designation in the Committee	Category	No of Meetings during the Year 2025-2026	
			Held	Attended
* *Mr. Punit Kedia	Chairman	Non-Executive Independent Director	3	2
*Mr. Jitendriya Mohanty	Chairman	Non-Executive Independent Director	3	1
* *Mr. Gagan Jalan	Member	Non-Executive Independent Director	3	2
* Ms. P. Monalisha	Member	Non-Executive Independent Director	3	1
* *Ms. Konika Poddar	Member	Non-Executive Independent Director	3	2
*Mrs. Sushama Anuj Yadav	Member	Non-Executive Independent Director	3	1

The Company Secretary shall act as the Secretary to the Committee and shall maintain the minutes and records of the meetings of the Committee.

Performance Evaluation criteria for Independent Directors:

In accordance with the provisions of Section 134(3)(p) of the Act and the applicable requirements of the SEBI Listing Regulations, the Board has undertaken an annual evaluation of its own performance, that of its Committees and of individual Directors. The Nomination and Remuneration Committee reviewed and assessed the performance of each Director, including the Chairman and submitted its evaluation to the Board for consideration.

The assessment of the Independent Directors was conducted by the entire Board in line with the approved evaluation framework and criteria, excluding the Director under review. Based on the responses received through the evaluation process and the deliberations held thereafter, the Board acknowledged and appreciated the effective contribution and satisfactory performance of the Independent Directors.

Remuneration of Directors

- **Policy on Remuneration**

The Company has formulated a **Nomination and Remuneration Policy** in accordance with the applicable provisions of the **Companies Act, 2013** and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, as amended from time to time. The Policy is designed to ensure that the remuneration of Directors, Key Managerial Personnel and Senior Management is fair, reasonable and aligned with the Company's performance, business objectives and long-term interests.

The Policy provides the framework for determining the qualifications, positive attributes and independence of Directors and for matters relating to their appointment, remuneration and performance evaluation. It also seeks to attract, retain and motivate competent and experienced persons while maintaining an appropriate balance between fixed and performance-linked remuneration, wherever applicable.

The remuneration payable to Executive Directors is determined based on their qualifications, experience, responsibilities, performance and applicable statutory limits. Non-Executive and Independent Directors may be paid sitting fees for attending Board and Committee meetings and such commission or other remuneration as may be approved in accordance with applicable laws and the approvals of the Board and Members, wherever required.

The remuneration of Key Managerial Personnel and Senior Management is determined based on their role, responsibilities, experience, performance and prevailing market conditions. The Company ensures that the remuneration structure is reasonable and does not compromise the independence or objectivity of Independent Directors.

The Nomination and Remuneration Committee reviews the remuneration framework from time to time and makes appropriate recommendations to the Board. The Board considers such recommendations and approves remuneration matters in accordance with the applicable provisions of law and the Company's Policy.

The Nomination and Remuneration Policy is reviewed periodically and amended, wherever necessary, to ensure continued compliance with applicable statutory and regulatory requirements.

The Company's Nomination and Remuneration Policy for Directors, Key Managerial Personnel and other employees is annexed as **ANNEXURE - D** to the Board Report. Further, the Company has devised a Policy for performance evaluation of Independent Directors, Board, Committees and other individual Directors which may be accessed on the Company's website at https://scansteels.com/ssl-policies/ - Investor Relations Segment.

- **Remuneration to Executive Director**

The remuneration payable to the **Executive Directors** of the Company is determined and recommended by the **Nomination and Remuneration Committee** and approved by the Board of Directors and the Members of the Company, wherever required, in accordance with the applicable provisions of the **Companies Act, 2013**, the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, and the Company's Nomination and Remuneration Policy.

The remuneration of Executive Directors is based on their qualifications, experience, responsibilities, performance and contribution to the Company. The remuneration may include salary, allowances, perquisites, performance-linked incentives, commission and other benefits, as applicable and within the limits prescribed under the applicable laws.

The Company ensures that the remuneration is reasonable and commensurate with the responsibilities and duties entrusted to the Executive Directors and is aligned with the Company's performance and long-term objectives.

The details of remuneration paid to the Executive Directors during the financial year 2025-26 are as follows:

Amount (₹ In Lacs)

Name of the Director	Designation	Remuneration Paid during the year 2025-26
Mr. Ankur Madaan	Whole- Time Director	13.10
Mr. Praveen Kumar Patro	Executive Director	18.00

Note: The actual remuneration amounts may be inserted based on the payroll and financial records of the Company.

Statutory Report

The remuneration paid to the Executive Directors was in accordance with the terms of their appointment, the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the Company's Nomination and Remuneration Policy.

- **Remuneration to Independent Directors**

The Company pays **sitting fees to the Non-Executive Directors for attending meetings of the Board of Directors and its Committees**.

During the year, there were **no other material pecuniary relationships or transactions between the Non-Executive Directors and the Company**. The Company has **not granted any stock options to its Non-Executive Directors**.

Amount in ₹

Name of the Director	Designation	Sitting Fees paid during the year 2025-26
Mr. Rajesh Gadodia	Non-Executive Chairman	27,000
**Mr. Punit Kedia (up to 8.8.2025)	Independent Director	13,000
**Mr. Gagan Jalan (up to 8.8.2025)	Independent Director	8,000
**Ms. Konika Poddar (up to 8.8.2025)	Independent Women Director	13,000
*Mr. Jitendriya Mohanty (w.e.f 8.8.2025)	Independent Director	55,000
*Ms. P. Monalisha (w.e.f 8.8.2025)	Independent Women Director	42,000
*Mrs. Sushama Anuj Yadav (w.e.f 8.8.2025)	Independent Women Director	55,000

- **Service Contracts, Severance Fee and Notice Period**

The appointment of the **Executive Directors** of the Company is governed by the resolutions passed by the Board of Directors and the Members of the Company, together with the terms and conditions specified in their respective appointment letters and the applicable service rules of the Company. No separate service contract is entered into with the Executive Directors.

The appointment of Executive Directors may be terminated by either party by giving **three months' written notice**, in accordance with the terms and conditions of their respective appointment letters.

The Company has issued letters of appointment to the **Independent Directors**, setting out their roles, duties, responsibilities and other terms of appointment, which have been duly accepted by them.

There is **no separate provision for payment of severance fees** under the resolutions or terms governing the appointment of the Executive Directors. However, the applicable statutory provisions relating to the appointment, resignation, removal and notice period of Directors shall apply.

3. Stakeholders' Relationship Committee

The Stakeholders' Relationship Committee ("SRC") of Scan Steels Limited has been constituted in accordance with Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

The Committee is responsible for considering and resolving the grievances and complaints of shareholders and other security holders of the Company and for ensuring that their queries and requests are addressed in a timely and effective manner.

The key responsibilities of the Stakeholders' Relationship Committee include reviewing the status of shareholders' and investors' complaints, overseeing the mechanism for redressal of grievances, and monitoring matters relating to transfer/transmission of securities, dematerialisation, non-receipt of dividends, annual reports, and other shareholder-related matters, as applicable.

The Committee also reviews the measures taken by the Company to improve the quality of investor services and ensures timely resolution of complaints received from shareholders and other security holders.

During the financial year under review, the Committee discharged its responsibilities in accordance with its terms of reference and the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

Composition of the Stakeholders' Relationship Committee:

During the financial year under review, the Committee comprised of the following Directors:

Name of the Member	Designation in the Committee	Category
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director
Mr. Ankur Madaan	Member	Executive-Whole-time Director
**Mr. Punit Kedia	Member	Non-Executive Independent Director
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director

***Changes in the Composition of the Stakeholders' Relationship Committee**

During the financial year under review, Mrs. Sushama Anuj Yadav (DIN: 07910845) was appointed as a Non-Executive Independent Woman Director of the Company for a first term of five consecutive years, commencing from August 8, 2025 to August 7, 2030. Her appointment was duly approved by the Members of the Company at the 32nd Annual General Meeting by way of Special Resolution, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Consequent upon her appointment as an Independent Director, Mrs. Sushama Anuj Yadav (DIN: 07910845) was appointed as the Chairperson of the Stakeholders' Relationship Committee of the Company with effect from August 8, 2025.

Further, Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as a Non-Executive Independent Director of the Company for a first term of five consecutive years, commencing from August 8, 2025 to August 7, 2030. His appointment was duly approved by the Members of the Company at the 32nd Annual General Meeting by way of Special Resolution.

Consequent upon his appointment as an Independent Director, Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as a Member of the Stakeholders' Relationship Committee of the Company with effect from August 8, 2025.

Accordingly, the composition of the Stakeholders' Relationship Committee was reconstituted with effect from August 8, 2025, in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

**** Cessation of Independent Directors and Reconstitution of Stakeholders' Relationship Committee**

During the financial year under review, Ms. Konika Poddar (DIN: 10435224), Non-Executive Independent Woman Director, and Mr. Punit Kedia (DIN: 07501851), Non-Executive Independent Director, ceased to be Directors of the Company with effect from the close of business hours on August 8, 2025.

Consequent upon the cessation of their directorships, Ms. Konika Poddar ceased to be the Chairperson and Mr. Punit Kedia ceased to be a Member of the Stakeholders' Relationship Committee with effect from the same date.

Accordingly, the composition of the Stakeholders' Relationship Committee was reconstituted by the Board of Directors with effect from August 8, 2025, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Details of Stakeholders' Relationship Committee Meetings During the Financial Year:

During the financial year under review, the Stakeholders' Relationship Committee of the Company **met four times** on May 17, 2025, August 8, 2025, December 1, 2025 and January 6, 2026 to consider and deliberate upon various matters relating to shareholders, investors and other stakeholders of the Company and to review matters falling within the scope and responsibilities of the Committee.

The meetings were held in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the terms of reference of the Committee. The requisite quorum was present at all the meetings.

Attendance of Members at Stakeholders' Relationship Committee Meetings:

The details of attendance of the members at the meetings of the Stakeholders' Relationship Committee held during the financial year under review are given below. The members attended the meetings as per their respective dates of appointment and membership of the Committee.

Name of the Member	Designation in the Committee	Category	No of Meetings during the Year 2025-2026	
			Held	Attended
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director	4	2
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director	4	2
Mr. Ankur Madaan	Member	Executive-Whole-time Director	4	4
**Mr. Punit Kedia	Member	Non-Executive Independent Director	4	2
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director	4	2

Terms of Reference:

The brief terms of reference of the Stakeholder Relationship Committee include the following:

1. To review and monitor the redressal of shareholders' and investors' complaints and grievances and ensure their timely resolution.
2. To consider and resolve complaints relating to transfer/ transmission of shares, dematerialisation, non-receipt of dividends, annual reports, share certificates and other investor-related matters, as applicable.
3. To review the status of requests and complaints received from shareholders and other security holders and ensure that appropriate action is taken within the prescribed time.
4. To oversee the measures taken by the Company for improving the quality and efficiency of investor services.
5. To review the performance of the Company's Registrar and Share Transfer Agent in relation to shareholder and investor services.
6. To consider and approve, wherever applicable, matters relating to transfer, transmission, transposition, consolidation, splitting and issue of duplicate share certificates in accordance with applicable laws.
7. To ensure compliance with the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws relating to investor and shareholder services.
8. To perform such other functions and responsibilities as may be assigned by the Board of Directors from time to time or prescribed under applicable laws and regulations.

Name, designation and contact details of the Compliance Officer:

Mr. Prabir Kumar Das, Company Secretary and Compliance Officer **(Membership No: F6333)**, is the Compliance Officer of the Company.

The Compliance Officer can be contacted at:

104-105, "E- Square", 1st Floor, Subhash Road, Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400057.

Tel: 022-26185461/62, Fax: 022-26185463

Email-id: secretarial@scansteels.com

Web: www.scansteels.com

Status of Investors' Complaints as on March 31, 2026

During the financial year 2025–26, the Company received **one investor complaint on December 6, 2025** through the SCORES platform of SEBI. The complaint was duly considered and redressed by the Company within the prescribed time.

As on March 31, 2026, there were no requests for share transfer or dematerialisation pending for approval, and no investor complaints were pending for redressal. The Company remains committed to providing timely and efficient investor services and ensuring prompt redressal of shareholders' and investors' grievances in accordance with applicable laws and regulations.

The details of Shareholders' complaints received and disposed of, during the year under review are as under:

No. of Investor complaints pending at the beginning	0
No. of Investor complaints received	1
No. of Investor complaints disposed off	1
No. of Investor complaints unresolved	0

***None of the Complaints were pending for a period exceeding 30 days.**

4. Corporate Social Responsibility Committee

The Corporate Social Responsibility Committee ("CSR Committee") of Scan Steels Limited has been constituted by the Board of Directors in accordance with the applicable provisions of Section 135 of the Companies Act, 2013, read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time.

The CSR Committee assists the Board in overseeing the Company's Corporate Social Responsibility activities and ensuring that the Company's CSR initiatives are undertaken in accordance with the applicable provisions of the Companies Act, 2013 and the CSR Policy of the Company.

Terms of Reference of Corporate Social Responsibility Committee ("CSR Committee")

The brief terms of reference of the Corporate Social Responsibility Committee ("CSR Committee") include the following:

1. To formulate and recommend to the Board the Corporate Social Responsibility Policy of the Company and recommend any amendments thereto, from time to time.
2. To identify and recommend the CSR activities and projects to be undertaken by the Company in accordance with the areas specified under Schedule VII of the Companies Act, 2013.
3. To recommend to the Board the amount of expenditure to be incurred on CSR activities during the financial year.
4. To monitor the implementation and progress of the CSR Policy, activities and projects undertaken by the Company.
5. To review the utilisation of CSR funds and ensure that the funds allocated for CSR activities are utilised for the approved purposes.
6. To review the progress and effectiveness of CSR initiatives undertaken by the Company and make appropriate recommendations to the Board.
7. To ensure compliance with the applicable provisions of Section 135 of the Companies Act, 2013, the Companies (Corporate Social Responsibility Policy) Rules, 2014, and other applicable laws and regulations.
8. To recommend to the Board the Annual Action Plan relating to CSR activities, wherever applicable, and to recommend modifications thereto during the financial year, as permitted under applicable laws.
9. To undertake such other functions and responsibilities as may be assigned by the Board of Directors from time to time or as may be prescribed under applicable laws and regulations.

Details of Composition of the Corporate Social Responsibility Committee ("CSR Committee")

The details of the composition of the Corporate Social Responsibility Committee ("CSR Committee") as on March 31, 2026, are as follows:

Name of the Member	Designation in the Committee	Category
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director
**Mr. Punit Kedia	Member	Non-Executive Independent Director
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director
Mr. Ankur Madaan	Member	Executive-Whole-time Director

***Changes in the Composition of the Corporate Social Responsibility Committee**

During the financial year under review, Mrs. Sushama Anuj Yadav (DIN: 07910845) was appointed as a Non-Executive Independent Woman Director of the Company for a first term of five consecutive years, commencing from August 8, 2025 to August 7, 2030. Her appointment was duly approved by the Members of the Company at the 32nd Annual General

Meeting by way of Special Resolution, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Consequent upon her appointment as an Independent Director, Mrs. Sushama Anuj Yadav (DIN: 07910845) was appointed as the Chairperson of the Corporate Social Responsibility Committee of the Company with effect from August 8, 2025.

Further, Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as a Non-Executive Independent Director of the Company for a first term of five consecutive years, commencing from August 8, 2025 to August 7, 2030. His appointment was duly approved by the Members of the Company at the 32nd Annual General Meeting by way of Special Resolution.

Consequent upon his appointment as an Independent Director, Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as a Member of the Corporate Social Responsibility Committee of the Company with effect from August 8, 2025.

Accordingly, the composition of the Corporate Social Responsibility Committee was reconstituted with effect from August 8, 2025, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

**** Cessation of Independent Directors and Reconstitution of Corporate Social Responsibility Committee**

During the financial year under review, Ms. Konika Poddar (DIN: 10435224), Non-Executive Independent Woman Director, and Mr. Punit Kedia (DIN: 07501851), Non-Executive Independent Director, ceased to be Directors of the Company with effect from the close of business hours on August 8, 2025.

Consequent upon the cessation of their directorships, Ms. Konika Poddar ceased to be the Chairperson and Mr. Punit Kedia ceased to be a Member of the Corporate Social Responsibility Committee with effect from the same date.

Accordingly, the composition of the Corporate Social Responsibility Committee was reconstituted by the Board of Directors with effect from August 8, 2025, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Details of Corporate Social Responsibility Committee Meetings During the Financial Year:

During the financial year under review, the **Corporate Social Responsibility Committee ("CSR Committee")** of the Company met **three times**, on **April 14, 2025, September 1, 2025 and February 5, 2026**, to consider and deliberate upon matters relating to the Company's Corporate Social Responsibility activities and other matters falling within the scope and responsibilities of the Committee.

The meetings were held in accordance with the applicable provisions of the **Companies Act, 2013**, the **Companies (Corporate Social Responsibility Policy) Rules, 2014**, and the terms of reference of the Committee. The requisite quorum was present at all the meetings.

Attendance of Members at Corporate Social Responsibility Committee Meetings:

The details of attendance of the members at the meetings of the **Corporate Social Responsibility Committee ("CSR Committee")** held during the financial year under review are given below. The members attended the meetings as per their respective dates of appointment and membership of the Committee.

Name of the Member	Designation in the Committee	Category	No of Meetings during the Year 2025-2026	
			Held	Attended
**Ms. Konika Poddar	Chairman	Non-Executive Independent Director	3	1
*Mrs. Sushama Anuj Yadav	Chairman	Non-Executive Independent Director	3	2
**Mr. Punit Kedia	Member	Non-Executive Independent Director	3	1
*Mr. Jitendriya Mohanty	Member	Non-Executive Independent Director	3	2
Mr. Ankur Madaan	Member	Executive-Whole-time Director	3	3

The Report on CSR Activities as required to be given under Section 135 of the Act and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been provided in an ANNEXURE 'B' which forms part of the Directors' Report.

The CSR Policy is published on the website of the Company at www.scansteels.com - Investor Relations Segment.

5. Risk Management Committee

("RMC") of the Company has been constituted by the Board of Directors pursuant to Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time. Regulation 21 requires the Board of a listed entity to constitute a Risk Management Committee and prescribes its composition, meetings, quorum and responsibilities.

The Risk Management Committee assists the Board in identifying, assessing and monitoring various risks faced by the Company, including business, operational, financial, regulatory, technology and cyber-security risks, and in reviewing the measures taken to mitigate such risks. The Committee reviews the Company's risk management framework and policies and monitors the effectiveness of the systems and processes established for identification, assessment and mitigation of risks.

The Committee also reviews significant and emerging risks that may have an impact on the Company's business, operations, financial performance or reputation and recommends appropriate measures to the Board for their mitigation. The Board may assign such other functions to the Committee as may be required under Regulation 21 of the SEBI Listing Regulations or as considered appropriate for effective risk management.

Composition of the Risk Management Committee:

As on 31st March 2026, the Risk Management Committee comprised the following members:

Name of the Member	Designation in the Committee	Category
Mr. Ankur Madaan	Chairman	Executive- Whole-time Director
**Mr. Gagan Jalan	Member	Non-Executive Independent Director
* Ms. P. Monalisha	Member	Non-Executive Independent Director
Mr. Kalyan Kiran Mishra	Member	Chief Financial Officer

The composition of the Risk Management Committee is in compliance with the requirements of Regulation 21 of the SEBI LODR Regulations, which provides that the Committee shall consist of a minimum of three members, with a majority of the members being Directors of the Company, **including at least one Independent Director**. The Chairperson of the Committee shall be a member of the Board of Directors.

Senior executives of the Company may be members of the Risk Management Committee in accordance with the applicable provisions of the SEBI LODR Regulations.

***Changes in the Composition of the Risk Management Committee**

During the financial year under review, **Ms. P. Monalisha (DIN: 10992460)** was appointed as a **Non-Executive Independent Woman Director** of the Company for a first term of five consecutive years, commencing from **August 8, 2025 to August 7, 2030**.

Her appointment was duly approved by the Members of the Company at the **32nd Annual General Meeting** by way of a Special Resolution, in accordance with the applicable provisions of the **Companies Act, 2013** and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** ("SEBI Listing Regulations").

Consequent upon her appointment as an Independent Director, **Ms. P. Monalisha (DIN: 10992460)** was appointed as a **Member of the Risk Management Committee** of the Company with effect from **August 8, 2025**.

The aforesaid appointment and the constitution of the Risk Management Committee were made in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI Listing Regulations.

****Cessation of Independent Director and Reconstitution of the Risk Management Committee**

During the financial year under review, **Mr. Gagan Jalan (DIN: 09523622)**, Non-Executive Independent Director, ceased to be a Director of the Company with effect from the **close of business hours on August 8, 2025**.

Consequent upon cessation of his directorship, **Mr. Gagan Jalan (DIN: 09523622)** ceased to be a Member of the Risk Management Committee with effect from the same date.

Accordingly, the Risk Management Committee was reconstituted by the Board of Directors with effect from August 8, 2025, in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Meetings of the Committee:

During the financial year ended 31 March 2026, the Risk Management Committee **met twice**, on 17 May 2025 and 31 October 2025.

The requisite quorum was present at both the meetings. The meetings of the Risk Management Committee were duly convened and conducted in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and the terms of reference of the Committee.

The Committee duly discharged its functions and responsibilities during the financial year under review in accordance with the applicable statutory and regulatory requirements.

Attendance of Members of the Risk Management Committee:

The attendance of the members of the **Risk Management Committee** at the meetings held during the financial year ended **31 March 2026** was duly recorded. The Committee members actively participated in the meetings and discharged their respective duties and responsibilities in accordance with the applicable provisions of the **Companies Act, 2013**, the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** ("SEBI Listing Regulations") and the terms of reference of the Committee.

The details of attendance of the members of the Risk Management Committee during the financial year 2025-26 are as follows:

Name of the Member	Designation in the Committee	Category	No. of Meetings during the Year 2025-2026	
			Held	Attended
Mr. Ankur Madaan	Chairman	Executive- Whole-time Director	2	2
**Mr. Gagan Jalan	Member	Non-Executive Independent Director	2	1
* Ms. P. Monalisha	Member	Non-Executive Independent Director	2	1
Mr. Kalyan Kiran Mishra	Member	Chief Financial Officer	2	2

The attendance record reflects the participation of the members in the meetings of the Committee during the financial year under review.

Role and Responsibilities of the Risk Management Committee:

The principal responsibilities of the Risk Management Committee include, inter alia:

1. To formulate and recommend to the Board a comprehensive Risk Management Policy and to review the same periodically.
2. To identify, assess and monitor various strategic, financial, operational, compliance, business and other risks faced by the Company.
3. To review the Company's risk management framework and assess the effectiveness of risk identification, assessment and mitigation processes.
4. To monitor and review the implementation of the Company's risk management plan and ensure that appropriate systems are in place to mitigate identified risks.
5. To review major risks associated with the Company's business and operations and the measures taken to manage and mitigate such risks.
6. To review and monitor risks relating to cyber security, information technology and other emerging risks, as applicable.
7. To periodically review the adequacy and effectiveness of the internal controls and systems relating to risk management.
8. To ensure that appropriate measures are undertaken for the continuity of business operations and management of significant risks.
9. To coordinate with other Committees of the Board, wherever required, in relation to matters involving risk management and internal controls.
10. To perform such other functions and responsibilities as may be assigned to it by the Board of Directors from time to time and as prescribed under the applicable laws and regulations.

The Risk Management Committee has been functioning effectively and assists the Board in strengthening the Company's risk management framework and ensuring timely identification and mitigation of material risks.

The Committee meets at least twice during a financial year in accordance with the requirements of **Regulation 21 of the SEBI LODR Regulations**.

The Board of Directors is satisfied with the functioning of the Risk Management Committee and the Committee's discharge of its responsibilities during the financial year under review.

The Company has also formulated a Risk Management policy which can be accessed on the link: https://scansteels.com/ssl-policies/

Finance and Management Committee:

The Board of Directors of the Company has constituted a Finance and Management Committee as part of its governance and management framework to provide focused oversight on significant financial and management matters of the Company.

The Committee has been constituted pursuant to the authority of the Board under the Companies Act, 2013, including Section 179, and operates in accordance with the Terms of Reference approved by the Board. Section 179 of the Companies Act, 2013 empowers the Board to exercise the powers of the Company and specifically provides for matters such as borrowing of monies, investment of funds and granting of loans, guarantees or security. **The Board may delegate the powers specified under Section 179(3) (d) to (f) to a Committee of Directors, subject to such conditions as may be specified by the Board.**

The Finance and Management Committee is an internal Committee constituted by the Board and is not a statutory committee specifically prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"). The Committee assists the Board in strengthening financial oversight, accountability, transparency and effective management of the Company.

Composition of the Committee:

The composition of the Finance and Management Committee as on 31st March 2026 was as follows:

Name of the Member	Designation in the Committee	Category
Mr. Ankur Madaan	Chairman	Executive-Whole-time Director
Mr. Praveen Kumar Patro	Member	Executive Director

The Committee comprises such Directors as may be determined by the Board from time to time. The Board may also invite such senior management personnel or other officers of the Company as may be considered appropriate for providing information and assistance to the Committee.

Terms of Reference:

The principal terms of reference of the Finance and Management Committee include the following:

1. To review and oversee the financial position and financial management of the Company.
2. To review the Company's borrowing requirements, financing arrangements and funding plans and make recommendations to the Board, wherever required.
3. To review and monitor the Company's cash flows, liquidity position and treasury operations.
4. To consider and recommend matters relating to borrowing of monies, investment of funds and other financial arrangements, within the authority delegated by the Board.
5. To review and monitor the utilisation of funds raised or borrowed by the Company.
6. To consider proposals relating to investments and deployment of surplus funds, subject to the powers delegated by the Board and applicable laws.
7. To review matters relating to loans, guarantees and securities provided by the Company, wherever applicable and within the authority delegated by the Board.
8. To review significant financial and management matters referred to the Committee by the Board.
9. To review financial risks and recommend appropriate measures for their mitigation.
10. To review matters relating to financial planning, cost management and efficient utilisation of the Company's financial resources.
11. To provide appropriate recommendations to the Board on matters falling within the scope of its Terms of Reference.

12. To perform such other functions and responsibilities as may be assigned or delegated to the Committee by the Board from time to time.

Meetings of the Committee:

During the financial year ended **31st March 2026**, the **Finance and Management Committee met once, on May 17, 2025**.

The meeting was duly convened and conducted in accordance with the **Terms of Reference** of the Committee. The requisite quorum was present at the meeting, and the matters placed before the Committee were duly considered and deliberated upon.

Attendance of Members:

The attendance of the members of the Finance and Management Committee at the meetings held during the financial year 2025-26 was as follows:

Name of the Member	Designation in the Committee	Category	No. of Meetings during the Year 2025-2026	
			Held	Attended
Mr. Ankur Madaan	Chairman	Executive-Whole-time Director	1	1
Mr. Praveen Kumar Patro	Member	Executive Director	1	1

The members of the Committee actively participated in the meetings and discharged their responsibilities in accordance with the Terms of Reference approved by the Board.

Governance and Regulatory Compliance:

The Finance and Management Committee functions under the overall supervision of the Board of Directors and within the authority delegated to it by the Board. The Committee operates in accordance with the Companies Act, 2013, the applicable provisions of the SEBI Listing Regulations, the Articles of Association of the Company and its Terms of Reference, as applicable.

The Committee assists the Board in maintaining appropriate financial discipline, transparency, accountability and effective oversight over significant financial and management matters of the Company.

GENERAL BODY MEETINGS

Details of Last Three Annual General Meetings are as under:

AGM	Financial Year	Day, Date and Time	Venue	Details of Special Resolution Passed
30th	2022-23	Friday, September 29, 2023 10.30 A.M	through two-way Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM")	No Special Resolution was Required to be Passed.
31st	2023-24	Friday, September 27, 2024 10.30 A.M	through two-way Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM")	Appointment of Mr. Gagan Jalan (DIN: 09523622) as an Independent Director of the Company.
32nd	2024-25	Friday, 26 September 2025 10.30 A.M	through two-way Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM")	1. Appointment of Mr. Jitendriya Mohanty (DIN: 03586597) as an Independent Director of the Company. 2. Appointment of Ms. P. Monalisha (DIN: 10992460) as an Independent Woman Director of the Company. 3. Appointment of Mrs. Sushama Anuj Yadav (DIN: 07910845) as an Independent Woman Director of the Company.

The Chairperson of the Audit Committee was present at all the above Annual General Meetings (AGMs) and all resolutions were duly passed by the requisite majority of shareholders.

All the resolutions proposed by the Directors to shareholders in last three years in the AGM are approved by shareholders with requisite majority. Voting results of the general meetings are available on the website of the company at: https://scansteels.com/e-voting-reports/.

EXTRAORDINARY GENERAL MEETING:

No Extraordinary General Meetings were held during the Financial Year 2025-26 i.e. the year under review.

POSTAL BALLOT:

- **Details of Resolutions Passed by Way of Postal Ballot**

The Board of Directors, at its meeting held on **Monday, April 14, 2025**, approved the proposals to be placed before the Members through Postal Ballot.

During the financial year under review, the Company sought the approval of its Members through **Postal Ballot by way of remote e-voting** on the following matters:

Sr. No.	Particulars of the Resolution	Type of Resolution	Result
1.	Alteration of the Authorised Share Capital of the Company	Ordinary Resolution	Approved
2.	Issue and allotment of up to 20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS) on a private placement basis	Special Resolution	Approved

The resolutions were placed before the Members through Postal Ballot in accordance with the applicable provisions of the Companies Act, 2013, the rules made thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Members approved both the resolutions with the requisite majority. The voting results and the Scrutinizer's Report were duly disclosed to the Stock Exchange(s) and made available on the Company's website in accordance with the applicable statutory and regulatory requirements.

- **Details of Voting Pattern**

Item No. 1 – Ordinary Resolution
To approve alteration in the Authorised Share Capital of the Company

The Company conducted the voting process through **remote e-voting** pursuant to the Postal Ballot Notice dated **April 14, 2025**. The remote e-voting period commenced at **09:00 A.M. (IST) on Tuesday, April 15, 2025** and ended at **05:00 P.M. (IST) on Wednesday, May 14, 2025**, both days inclusive.

The voting details in respect of the resolution are as follows:

Summary of Voting

Particulars	Number of Shareholders / Folios	Number of Shares
Total number of shareholders / folios	11,990	5,86,02,295
Total votes cast through remote e-voting	104	3,54,13,242
Total votes cast through Postal Ballot Forms received	N.A.	N.A.
Grand Total of remote e-voting / Postal Ballot Forms	**104**	**3,54,13,242**
Less: Invalid votes	0	0
Net valid votes	**104**	**3,54,13,242**

Voting Pattern

Category	Shares Held	Votes Polled	% of Votes Polled on Outstanding Shares	Votes in Favour	Votes Against	% of Votes in Favour	% of Votes Against
Promoter and Promoter Group	2,85,74,156	2,85,74,156	100.00%	2,85,74,156	0	100.00%	0.00%
Public – Institutional Holders	12,00,000	0	0.00%	0	0	0.00%	0.00%
Public – Others	2,88,28,139	68,39,086	23.72%	67,28,786	1,10,300	98.39%	1.61%
Total	5,86,02,295	3,54,13,242	60.43%	3,53,02,942	1,10,300	99.69%	0.31%

Accordingly, **99.69% of the votes were cast in favour of the resolution**, while **0.31% of the votes were cast against the resolution**.

Result of the Resolution

Based on the voting results, the **Ordinary Resolution relating to the alteration of the Authorised Share Capital of the Company**, as set out at Item No. 1 of the Postal Ballot Notice dated **April 14, 2025**, was **approved by the Members with the requisite majority**.

The resolution was deemed to have been passed on **Wednesday, May 14, 2025**, being the last date specified for receipt of votes through remote e-voting.

Item No. 2 – Special Resolution

Issue and Allotment of up to 20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS) on Private Placement Basis

The Company conducted the voting process through **remote e-voting** pursuant to the Postal Ballot Notice dated **April 14, 2025**. The remote e-voting period commenced at **09:00 A.M. (IST) on Tuesday, April 15, 2025** and ended at **05:00 P.M. (IST) on Wednesday, May 14, 2025**, both days inclusive.

The voting details in respect of the resolution are as follows:

Summary of Voting

Particulars	Number of Shareholders / Folios	Number of Shares
Total number of shareholders / folios	11,990	5,86,02,295
Total votes cast through remote e-voting	104	3,54,13,242
Total votes cast through Postal Ballot Forms received	N.A.	N.A.
Grand Total of remote e-voting / Postal Ballot Forms	104	3,54,13,242
Less: Invalid votes	1	30
Net valid votes	103	3,54,13,212

Voting Pattern

Category	Shares Held	Votes Polled	% of Votes Polled on Outstanding Shares	Votes in Favour	Votes Against	% of Votes in Favour	% of Votes Against
Promoter and Promoter Group	2,85,74,156	2,85,74,156	100.00%	2,85,74,156	0	100.00%	0.00%
Public – Institutional Holders	12,00,000	0	0.00%	0	0	0.00%	0.00%
Public – Others	2,88,28,139	68,39,056	23.72%	67,28,656	1,10,400	98.39%	1.61%
Total	5,86,02,295	3,54,13,212	60.43%	3,53,02,812	1,10,400	99.69%	0.31%

Accordingly, **99.69% of the votes were cast in favour of the resolution**, while **0.31% of the votes were cast against the resolution**.

Result of the Resolution

Based on the voting results, the **Special Resolution relating to the issue and allotment of up to 20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS) on a private placement basis**, as set out at Item No. 2 of the Postal Ballot Notice dated **April 14, 2025**, was **approved by the Members with the requisite majority**.

The resolution was deemed to have been passed on **Wednesday, May 14, 2025**, being the last date specified for receipt of votes through remote e-voting.

*The voting results in respect of **Item Nos. 1 and 2** of the Postal Ballot Notice, relating to **(i) alteration of the Authorised Share Capital of the Company** and **(ii) issue and allotment of up to 20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS) on a private placement basis**, respectively, were duly declared upon completion of the remote e-voting process. The voting results, along with the **Scrutinizer's Report**, were duly submitted to the Stock Exchange(s) and made available on the Company's website in accordance with the applicable provisions of the **Companies Act, 2013**, the rules made thereunder and the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, as amended from time to time.

- **Person Who Conducted the Postal Ballot Exercise**

At its meeting held on Monday, April 14, 2025**, the Board of Directors of the Company appointed** CS Abhijeet Jain (Membership No. FCS 4975, CP No. 3426), M/s. A J & Associates, Practicing Company Secretaries**, having its office at** Diamond Chambers, 4, Chowringhee Lane, Block 1, 4th Floor, Suit #4M, Kolkata – 700016**, as the** Scrutinizer **to conduct the Postal Ballot process through remote e-voting in a fair and transparent manner.**

The Scrutinizer carried out the scrutiny of the votes cast through the remote e-voting process and submitted the Scrutinizer's Report to the Company. The decision of the Scrutinizer on the validity of the votes cast was final and binding in accordance with the applicable provisions.

The Company also engaged Central Depository Services (India) Limited ("CDSL") **as the agency for providing the remote e-voting facility to the Members of the Company for the Postal Ballot.**

The Postal Ballot process was conducted in accordance with the applicable provisions of the Companies Act, 2013**, the rules made thereunder and the** SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, ensuring fairness, transparency and due compliance with the applicable regulatory requirements.**

- **Whether any Special Resolution is proposed to be conducted through Postal Ballot**

During the financial year under review, the Company obtained the approval of its Members through Postal Ballot by way of remote e-voting for the following Special Resolution:

Issue and allotment of up to 20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS) on a private placement basis.

The above Special Resolution was included as **Item No. 2** in the Postal Ballot Notice dated **April 14, 2025** and was approved by the Members with the requisite majority through remote e-voting. The resolution was deemed to have been passed on **May 14, 2025**, being the last date of the remote e-voting period.

- **Procedure for Postal Ballot**

During the financial year under review, the Company conducted the Postal Ballot process through **remote e-voting** in accordance with the applicable provisions of **Sections 108 and 110 of the Companies Act, 2013**, read with **Rules 20 and 22 of the Companies (Management and Administration) Rules, 2014**, the **Secretarial Standard on General Meetings (SS-2)** issued by the Institute of Company Secretaries of India, the applicable circulars issued by the **Ministry of Corporate Affairs (MCA)**, and the applicable provisions of the **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**.

The Postal Ballot Notice, along with the Explanatory Statement, was sent to the Members through electronic mode to the e-mail addresses registered with the Company, Registrar and Share Transfer Agent or Depository Participant, as applicable.

The remote e-voting facility was provided to the Members through **Central Depository Services (India) Limited (CDSL)**. The remote e-voting period commenced at **09:00 A.M. (IST) on Tuesday, April 15, 2025** and ended at **05:00 P.M. (IST) on Wednesday, May 14, 2025**, both days inclusive.

The Board of Directors, at its meeting held on **Monday, April 14, 2025**, appointed **CS Abhijeet Jain (Membership No. FCS 4975, CP No. 3426), M/s. A J & Associates, Practicing Company Secretaries**, as the **Scrutinizer** for conducting the Postal Ballot through remote e-voting in a fair and transparent manner.

The Scrutinizer scrutinized the votes cast through remote e-voting and submitted the report to the Chairman of the Company or the person authorised by him. Based on the Scrutinizer's Report, the results of the Postal Ballot were declared within the prescribed period.

The voting results, along with the **Scrutinizer's Report**, were duly submitted to **BSE Limited**, where the Company's Equity Shares are listed, and were also made available on the **Company's website** in accordance with the applicable provisions.

The Postal Ballot process was conducted in a fair, transparent and compliant manner in accordance with the applicable provisions of the **Companies Act, 2013**, the rules made thereunder, the SEBI Listing Regulations and other applicable laws and regulations.

MEANS OF COMMUNICATION

Quarterly Results	In compliance with the applicable regulatory requirements, the Company submits its quarterly financial results to BSE Limited, where the Company's Equity Shares are listed, within 30 minutes of the conclusion of the Board Meeting at which such results are approved.
Newspapers Wherein Results are Normally Published	The results are usually published in the Financial Express (English) and Pratahkal (Marathi) newspapers.
Website	All the information and disclosures required to be disseminated as per Regulation 46(2) of the SEBI Listing Regulations and under the Act are being posted at Company's website: www.scansteels.com
	All the official news releases and presentations on significant developments in the Company to the Institutional Investors or analysts are hosted on Company's website: www.scansteels.com
	The Company ensures necessary updation of details pertaining to calls or presentations to Institutional Investors or analysts to the Stock Exchanges and also uploads the same on the website of the Company.
Designated e-mail address for investor services	To serve the investors better and as required under SEBI Listing Regulations, the designated E-Mail address for investors complaints is secretarial@scansteels.com
SEBI Complaints Redress System (SCORES)	SEBI has introduced a centralised online complaints redressal system called SCORES (SEBI Complaints Redress System). It enables investors to lodge complaints, follow up on their complaints and check the status of their complaints online. Listed companies and market intermediaries can also receive, resolve and report the status of investor complaints through the SCORES platform. The entire process, from filing a complaint to its resolution, is carried out online. Investors can submit and track their complaints online through SCORES at: https://scores.sebi.gov.in
BSE Corporate Compliance & Listing Centre	BSE Limited has provided the Listing Centre as an electronic platform for listed companies to submit mandatory filings, disclosures and other required information to the Stock Exchange. The Company submits various documents, including financial results, shareholding pattern, Corporate Governance Report, voting results, Reconciliation of Share Capital Audit Report and other applicable disclosures, electronically/XBRL mode through the Listing Centre, wherever required. This facilitates the Company in making timely and efficient filings with BSE Limited. The Listing Centre can be accessed at: http://listing.bseindia.com

GENERAL SHAREHOLDER INFORMATION

a) Annual General Meeting - Day, Date and Time and Venue	33rd Annual General Meeting - Wednesday, September 30, 2026, at 10:30 A.M. (IST) through two-way Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") [Deemed Venue for the meeting: Registered Office: 104-105, "E- Square", 1st Floor, Subhash Road, Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400057.]
b) Financial Year	April 01 to March 31
c) Book closure / Record Date	Thursday, September 24, 2026 to Wednesday, September 30, 2026 (both Days Inclusive)
d) Dividend Payment Date	Not Applicable
e) Registered Office	104-105, "E- Square", 1St Floor, Subhash Road, Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400057.
f) Corporate Office	Trishana Nirmalya, Plot No. 516/1723/3991, 2nd Floor Magnetics Chowk, Patia, Bhubaneswar – 751024.
g) CIN	L27209MH1994PLC076015
h) Name and Address of Stock Exchanges where Company's securities are listed/	BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001, India.
Stock /Scrip Code	511672
ISIN Numbers	Equity - INE099G01011
i) Listing fees **Payment of Depository Fees**	The Annual Listing fees for the Financial Year 2026-27 has been paid to BSE Limited. Annual Custody/Issuer fee for the financial year 2026-27 has been paid by the Company to NSDL and CDSL on receipt of the invoices.
j) Share Registrar and Transfer Agents	Adroit Corporate Services Pvt. Limited 17-20, Jafferbhoy Industrial Estate, Makwana Lane, Marol Naka, Andheri (E), Mumbai-400 059.
k) Company Secretary & Compliance Officer	Mr. Prabir Kumar Das

l) Tentative financial calendar

Financial Year	April 01, 2026 to March 31, 2027
Adoption of Quarterly Results for the quarter ending	
June 2026 [First Quarter Results]	First week of August, 2026 [Up to 14th August, 2026]
September 2026 [Second Quarter Results]	Last week of October/ 1st week of November, 2026 [Up to 14th November, 2026]
December 2026 [Third Quarter Results]	Last week of January / 1st week of February, 2027 [Up to 14th February, 2027]
March 2027 [Fourth Quarter Results]	First/Second week of May, 2027 [Up to 30th May, 2027]

m) Market price data (high, low in each month in the last Financial Year)

Month	BSE Limited		
	High Price	Low Price	Total Turnover (₹)
Apr-25	40.5	33.83	2,77,26,302
May-25	40	30.11	2,86,24,001
Jun-25	39	36	2,22,78,783
Jul-25	38.45	34.7	2,27,54,753
Aug-25	37	30.01	1,64,34,832
Sep-25	38.7	33	2,83,73,643
Oct-25	48.5	36.93	9,39,52,200
Nov-25	42	33.01	2,70,08,091
Dec-25	37.84	30.01	4,59,74,766
Jan-26	37.1	30.21	1,88,99,445
Feb-26	33.9	28.02	1,51,55,445
Mar-26	30.8	24.4	2,90,98,873

n) Share Transfer / Transmission System

Investor Services and Share Transfer

Investor Services and Share Transfer

Adroit Corporate Services Pvt. Ltd. is the Registrar and Share Transfer Agent of the Company ("RTA").

The Board has severally authorised the Company Secretary and the Whole-Time Directors to approve investor service requests relating to transmission, transposition and change of name. A summary of the transactions so approved is placed before the Stakeholders Relationship Committee ("SRC") for noting. Requests relating to duplicate share certificates are considered and approved by the SRC.

Pursuant to the Securities and Exchange Board of India ("SEBI") Master Circular No. **HO/38/13/(4)2026-MIRSD-POD/I/4298/2026 dated February 06, 2026**, listed entities are required to issue securities only in dematerialised form while processing specified investor service requests, including issue of duplicate securities, claim from Unclaimed Suspense Account, renewal/exchange of securities certificates, endorsement, sub-division/splitting, consolidation of securities certificates/folios, transmission and transposition.

Upon approval of an investor service request, the RTA/Company shall process the request in accordance with the applicable SEBI requirements. Where applicable, a Letter of Confirmation ("LOC") is issued in lieu of the physical securities certificate, and the securities holder/claimant is required to submit the demat request to the Depository Participant within **120 days** from the date of issuance of the LOC.

In case the securities holder/claimant fails to submit the demat request to the Depository Participant within the aforesaid period of 120 days, the securities are credited to the **"Suspense Escrow Demat Account"** of the Company. Securities credited to the Suspense Escrow Demat Account may be claimed by the concerned securities holder/claimant by submitting the duly executed **Form ISR-4**, along with the requisite self-attested KYC and other prescribed documents, in accordance with the applicable SEBI requirements.

Shareholders are therefore requested to submit their investor service requests in the prescribed manner along with the duly completed and signed **Form ISR-4**, wherever applicable, together with the requisite KYC and other supporting documents. The prescribed forms and related information are available on the Company's website at **www.scansteels.com**.

o) Shareholding Pattern (Equity) as on March 31, 2026

Category	No. of Shares	% Equity
Promoters	2,86,50,256	48.89%
Non Resident Indian	2,37,014	0.40%
Public	1,05,24,654	17.96%
Corporate Bodies	1,81,16,447	30.92%
Others	10,73,924	1.83%
Total	**5,86,02,295**	**100**

p) Distribution of Shareholding as on March 31, 2026

Sr. No	Shareholding of Shares	Number of Shareholders	% of Total Shareholders	Shares	% of Total Share Capital
1.	UPTO - 100	6281	53.17	287125	0.49
2.	101 - 500	3069	25.98	873498	1.49
3.	501 - 1000	984	8.33	796282	1.36
4.	1001 - 2000	600	5.08	908490	1.55
5.	2001 - 3000	262	2.22	670811	1.14
6.	3001 - 4000	128	1.08	462633	0.79
7.	4001 - 5000	115	0.97	542530	0.93
8.	5001 - 10000	196	1.66	1469513	2.51
9.	10001 - 20000	86	0.73	1248578	2.13
10.	20001 - 50000	40	0.34	1183497	2.02
11.	50001 & Above	52	0.44	50159338	85.59
	Total:	**11813**	**100.00**	**58602295**	**100.00**

q) Dematerialization of Shares and Liquidity

The Company's equity shares are available for trading in the dematerialised form through both the depository systems, namely, National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The Company's shares held in physical form are also reported below. The **dematerialisation status of the Company's equity shares as on March 31, 2026 is as follows:**

Particulars	No. of Shareholders	No. of Shares	%
CDSL	7765	44701358	76.28
NSDL	2987	13685437	23.35
PHYSICAL	1061	215500	0.37
TOTAL	**11813**	**58602295**	**100.00**

As on March 31, 2026, 99.63% of the Company's total equity shares were held in dematerialised form through CDSL and NSDL, while 0.37% were held in physical form. The Company facilitates dematerialisation and other related investor services through its Registrar and Share Transfer Agent ("RTA") in accordance with the applicable regulatory requirements.

r) Outstanding GDRs/ ADRs/ Warrants or any convertible instruments

The Company has not issued any Global Depository Receipts ("GDRs"), American Depository Receipts ("ADRs") or warrants. Accordingly, there are no outstanding GDRs, ADRs or warrants as on the date of this Report.

* **Allotment of Equity Shares Pursuant to Conversion of OCRPS**

Pursuant to the authority accorded by the Members of the Company through Postal Ballot on **May 14, 2025**, and in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable laws, the Board of Directors, at its Meeting held on **April 27, 2026**, approved and allotted **21,44,239 Equity Shares** of face value of ₹ 10/- each upon conversion of **20,42,133 Optionally Convertible Redeemable Preference Shares (OCRPS)** pursuant to the exercise of the conversion option by the OCRPS holders.

The aforesaid allotment was made pursuant to the **in-principle approval** granted by BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/1162/2024-25 dated November 17, 2025**.

Subsequently, the Company received the **listing approval** from BSE Limited vide its letter bearing **No. LOD/PREF/KS/FIP/616/2026-27 dated August 04, 2026** for the aforesaid Equity Shares. The Company is in the process of making the necessary application to BSE Limited for obtaining the **trading approval** for the said Equity Shares, in accordance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable laws.

Consequent upon the aforesaid allotment, the issued, subscribed and paid-up Equity Share Capital of the Company increased to ₹ **60,74,65,340**, comprising **6,07,46,534 Equity Shares** of face value of ₹ 10/- each, fully paid-up. The Equity Shares so allotted rank pari passu in all respects with the existing Equity Shares of the Company.

s) Commodity Price Risk or Foreign exchange risk and hedging activities

Commodity Price Risk:

The Company procures iron ore and other raw materials required for its manufacturing operations from domestic suppliers. The prices of such raw materials are subject to market fluctuations, which may impact the Company's cost of production. The Company has an appropriate Risk Management framework to monitor and manage such risks and takes suitable measures, as required, including cost optimisation, cost reduction initiatives, appropriate price adjustments, renegotiation of procurement contracts and development of alternate sources of supply for key raw materials, wherever commercially and economically viable. These measures help the Company mitigate the impact of fluctuations in raw material prices and manage the associated risks effectively.

Foreign Exchange Risk

The Company procures iron ore and other raw materials required for its manufacturing operations entirely from domestic suppliers and the domestic market. Accordingly, the Company does not have any significant foreign currency exposure and is not exposed to material foreign exchange fluctuation risk. Therefore, the Company's operations are not materially impacted by fluctuations in foreign exchange rates.

Currency Hedging

The Company does not have any foreign currency exposure and, therefore, does not face any risk relating to foreign currency fluctuations. Accordingly, the Company does not undertake any currency hedging activities.

t) Plant Locations

Unit -1 is situated at Rambhahal, At- Keshramal, Rajgangpur, Sundergarh, Odisha

Unit -2 is situated at Gangajal, Budhakata, Sundergarh, Odisha

Unit-3 is situated at Bai-bai, Tudalaga, Rajgangpur, Sundergarh, Odisha

Unit-4 is situated at Vill -Veniveerapura, Ballari, Karnataka

u) List of all credit rating

During the financial year under review, **CRISIL Ratings Limited** reaffirmed the Company's credit ratings as follows:

- **CRISIL BBB+/Stable (CRISIL Triple B Plus with Stable Outlook)** for the Company's Long-Term Debt and Fund-Based Facilities; and
- **CRISIL A2+ (CRISIL A Two Plus)** for the Company's Short-Term Non-Fund-Based Facilities.

The aforesaid ratings reflect the Company's adequate degree of safety with regard to the timely servicing of its financial obligations and demonstrate the Company's sound operational and financial profile. The Stable Outlook indicates CRISIL Ratings Limited's expectation that the Company will continue to maintain a stable business and financial risk profile over the medium term.

The Board believes that the reaffirmation of the above credit ratings reinforces stakeholders' confidence in the

Company's financial discipline, prudent capital management and operational performance.

v) Address for correspondence

Registered Office:

104-105, "E-Square", 1st Floor, Subhash Road, Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400057.

Tel: 022-26185461/62, Fax: 022-26185463

Email-id: secretarial@scansteels.com,

Web: www.scansteels.com

Corporate Office:

Trishana Nirmalya, Plot No. 516/1723/3991, 2nd Floor, Magnetics Chowk, Patia, Bhubaneswar – 751024.

Ph. 8093115221

Email-id: secretarial@scansteels.com,

Web: www.scansteels.com

w) Suspension of Securities from Trading

No securities of the Company were suspended from trading on the BSE Limited during the year under review.

DISCLOSURES

i. Disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large:

During the financial year ended March 31, 2026, all transactions entered into by the Company with its Related Parties, as defined under the Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, were in the ordinary course of business and on an arm's length basis. There were no materially significant transactions with the Promoters, Directors, Key Managerial Personnel or their relatives or other related parties which may have a potential conflict with the interests of the Company at large.

The details of Related Party relationships and transactions, as required under Ind AS 24, are disclosed in Note No. 30 to the Financial Statements for the year ended March 31, 2026. The details of material contracts or arrangements entered into with Related Parties at arm's length basis are also disclosed in Form AOC-2 forming part of the Board's Report.

All Related Party Transactions were reviewed and approved by the Audit Committee and the Board of Directors, wherever required, in accordance with the applicable provisions of the Companies Act, 2013, SEBI Listing Regulations and the Company's Related Party Transaction Policy. Transactions of a repetitive nature were approved through the omnibus approval mechanism of the Audit Committee. Shareholders' approval was obtained wherever required under the applicable provisions of the SEBI Listing Regulations.

The Company has also formulated a policy on dealing with the Related Party Transactions which can be accessed on our website at https://scansteels.com/policies-and-code/

All Related Party Transactions were undertaken in the ordinary course of business, on an arm's length basis and in the best interests of the Company.

ii. Statutory Compliances, Penalties & Strictures:

The Company has complied with all applicable requirements of the Stock Exchanges, SEBI and other statutory authorities relating to capital markets during the financial year. The Company has also complied with the applicable statutory and regulatory requirements during the last three financial years. No penalties or strictures have been imposed on the Company by the Stock Exchanges, SEBI or any other statutory authority in respect of matters relating to the capital markets during the financial year.

iii. Whistle Blower Policy/ Vigil Mechanism:

The Company has established a Whistle Blower Policy / Vigil Mechanism in accordance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The mechanism enables Directors, employees and other eligible persons to report genuine concerns regarding unethical practices, misconduct, fraud, violation of the Company's policies or applicable laws and regulations.

The Company has provided adequate safeguards against victimisation of persons who use the Vigil Mechanism in good faith. The mechanism also provides for direct access to the Chairperson of the Audit Committee in appropriate or exceptional cases.

The Audit Committee oversees the functioning of the Vigil Mechanism and ensures that concerns received are dealt with appropriately and confidentially. During the financial year, no person was denied access to the Chairperson of the Audit Committee under the Vigil Mechanism.

The Whistle Blower Policy / Vigil Mechanism Policy of the Company is available on the Company's website at: https://scansteels.com/policies-and-code/.

iv. Disclosures in relation to Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013:

The Company is committed to providing a safe, secure and respectful working environment for all its employees. In accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has adopted a policy on prevention, prohibition and redressal of sexual harassment at the workplace and has constituted an Internal Complaints Committee in accordance with the applicable provisions of the Act.

The Company has appropriate mechanisms in place for receiving and addressing complaints relating to sexual harassment at the workplace. Awareness and sensitisation programmes are also conducted for employees to promote a safe and inclusive work environment.

The disclosures relating to sexual harassment at the workplace for the financial year ended March 31, 2026 are as follows:

Particulars	Number
Number of complaints of sexual harassment received during the year	Nil
Number of complaints disposed of during the year	Nil
Number of complaints pending as at the end of the year	Nil

The Company remains committed to maintaining a workplace free from sexual harassment and ensuring that all complaints received are dealt with promptly, fairly and in accordance with the applicable laws and the Company's policy. During the financial year ended March 31, 2026, no complaint relating to sexual harassment was received by the Company. **The Sexual Harassment Policy of the Company is available on the Company's website at https://scansteels.com/ssl-policies/**.

v. Subsidiary Companies:

The Company does not have any subsidiary company as on March 31, 2026. Accordingly, there are no details relating to the date and place of incorporation or the name and date of appointment of statutory auditors of any subsidiary company to be disclosed.

vi. Loans and Advances in which Directors are interested:

During the financial year ended March 31, 2026, the Company has not granted any loans or advances to any firms or companies in which any of its directors are interested. Accordingly, there are no disclosures to be made under this heading.

vii. Policy on determination of materiality for disclosures:

In accordance with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated a Policy on Determination of Materiality for Disclosure of Events or Information. The Policy provides a framework for determining the materiality of events or information and ensuring timely and appropriate disclosures to the Stock Exchanges, as required under the applicable provisions of the SEBI Listing Regulations.

The Policy is available on the Company's website under the **Investor Relations** section at, https://scansteels.com/policies-and-code/

viii. Policy on Preservation of documents and Archival Policy:

In accordance with Regulation 9 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated and adopted a Policy on Preservation of Documents, duly approved by the Board of Directors. The Policy provides guidelines for the proper preservation, maintenance and safe disposal or destruction of the Company's documents and records.

The Company has also adopted an Archival Policy in accordance with the applicable provisions of the SEBI Listing Regulations to ensure that information required to be disclosed on the Company's website is properly maintained and remains available for the prescribed period.

The Policies are available on the Company's website at https://scansteels.com/ssl-policies/

ix. Reconciliation of Share Capital Audit

The Company obtains a Reconciliation of Share Capital Audit Report from a Practising Company Secretary on a quarterly basis. The Report reconciles the Company's issued and paid-up share capital with the shares held in physical and dematerialised form with NSDL and CDSL. It also ensures proper reconciliation of the records maintained by the Company, its Registrar and Transfer Agent and the Depositories.

The Reconciliation of Share Capital Audit Report is placed before the Board of Directors on a quarterly basis and submitted to the Stock Exchanges within the prescribed time, in accordance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, in accordance with Regulation 40(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company obtains an annual certificate from a Practising Company Secretary confirming due compliance with the applicable share transfer formalities.

x. Secretarial Audit:

The Board of Directors of the Company has appointed **M/s. Amarendra Mohapatra & Associates, Practising Company Secretaries**, to conduct the Secretarial Audit of the Company. The Secretarial Audit Report confirms compliance by the Company with the applicable provisions of the Companies Act, 2013, the Depositories Act, 1996, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the SEBI (Prohibition of Insider Trading) Regulations, 2015 and other applicable laws, regulations and guidelines. **The Secretarial Audit Report forms part of the Board's Report.**

The Company has also obtained the **Annual Secretarial Compliance Report** from M/s. Amarendra Mohapatra & Associates, Practising Company Secretaries, **for the financial year ended March 31, 2026**, in accordance with the applicable SEBI requirements. The report is available on the Company's website at https://scansteels.com/secretarial-compliance-report/.

A certificate has been received from M/s. Amarendra Mohapatra & Associates, Practising Company Secretaries, pursuant to Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, confirming that none of the Directors of the Company has been debarred or disqualified from being appointed or continuing as a Director of a company by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any other statutory authority. The said certificate forms part of this Annual Report.

xi. Statutory Auditors' Fees:

M/s. Das Pattnaik & Co., Chartered Accountants (FRN: 321097E), are the Statutory Auditors of the Company. **The details of the fees paid/payable to the Statutory Auditors for the financial year ended March 31, 2026, for the services rendered to the Company, are given below:**

(₹ in Lakhs)

Particulars	Amount
Statutory Audit Fees	16.50
Tax Audit Fees	3.50
Other Services / Fees (Internal Audit Fees)	2.00
Total	22.00

The above fees represent the professional fees paid/payable to the Statutory Auditors for the financial year ended March 31, 2026.

xii. Management Discussion & Analysis Report (MD&A Report):

The Management Discussion and Analysis (MD&A) Report forms part of the Directors' Report. It provides an overview of the Company's business performance and discusses the industry structure and developments, business opportunities and challenges, segment-wise performance, future outlook, key risks and concerns, and the adequacy of internal control systems. The MD&A Report also provides relevant information on the Company's financial and operational performance during the financial year.

xiii. Intimation to Stock Exchanges and filing with BSE "Listing Centre":

The Company intimates BSE Limited, where its securities are listed, about all price-sensitive information and other matters which are material and relevant to the shareholders, as required under the applicable regulations. Pursuant to Regulation 10(1) of the SEBI (LODR) Regulations, BSE has mandated the Listing Centre as the "Electronic Platform" for filing all mandatory filings and other information required to be submitted by Listed Entities to the Stock Exchanges. BSE has also mandated XBRL submissions for Financial Results, Shareholding Pattern, Corporate Governance Report, Reconciliation of Share Capital Audit Report, Voting Results, etc. Accordingly, all data relating to Financial Results and various quarterly, half-yearly and annual submissions and disclosure documents are filed electronically/XBRL mode with the Exchange through the "Listing Centre" at http://listing.bseindia.com.

xiv. Listing on Stock Exchanges:

The Ordinary Shares of the Company are listed on **BSE Limited**. The details of the listing are as follows:

Particulars	Details
Stock Exchange	BSE Limited
ISIN	INE099G01011
Stock Code	511672
Address	Phiroze Jeejeebhoy Towers, Dalal Street, Kala Ghoda, Fort, Mumbai – 400 001, India.
Telephone	91 22 2272 1233
Fax	91 22 2272 1919
Website	www.bseindia.com

The Company's securities continue to be listed and traded on BSE Limited, subject to the applicable rules and regulations of the Stock Exchange and SEBI.

xv. Registrars and Transfer Agents

The Company has appointed **Adroit Corporate Services Pvt. Limited** as its Registrar and Transfer Agent (RTA) for handling share transfer, transmission, dematerialisation requests, dividend payments and other matters relating to shareholders. Share transfer requests are processed within 15 days of receipt, subject to the applicable requirements. Members are requested to contact the Company's Registrar and Transfer Agent by quoting their Folio Number / DP ID and Client ID at the following address:

Adroit Corporate Services Pvt. Limited
17-20, Jafferbhoy Industrial Estate, 1st Floor, Makwana Lane, Marol Naka, Andheri (East), Mumbai – 400 059.
Tel.: +91 22 42270400 / +91 22 42270423 / +91 22 42270427 / +91 22 42270422
Fax: +91 22 2850 3748
Email: info@adroitcorporate.com
Website: www.adroitcorporate.com

xvi. RTA – Web-Based Query Redressal System:

In compliance with the applicable SEBI requirements, the Company's Registrar and Transfer Agent (RTA), **Adroit Corporate Services Pvt. Limited**, has provided a web-based facility for shareholders to raise and track their queries, complaints and service requests. The facility also enables shareholders to view their investor details and check the status of their requests.

The Web-based Query Redressal System is available at: https://www.adroitcorporate.com/RNT/Investor_Grievence/Login.aspx

xvii. Dispute Resolution Mechanism (SMART ODR):

To strengthen the dispute resolution mechanism for disputes between the Company and/or its Registrar and Transfer Agent (RTA) and its shareholders/investors, SEBI has provided a framework for resolution of such disputes through the applicable Stock Exchange mechanism and the Online Dispute Resolution (ODR) Portal.

The ODR mechanism enables shareholders/investors to seek resolution of their grievances after first approaching the Company and/or its RTA, as applicable, and thereafter through the SEBI Complaint Redress System (SCORES), wherever required. The Company has complied with the applicable SEBI requirements in this regard and the same are available at the website of the Company at https://scansteels.com/others/.

xviii. Disclosure relating to Demat / Unclaimed Suspense Account:

The Company reports the following details in respect of equity shares lying in the Unclaimed Suspense Account for the financial year 2025-26:

Particulars	No. of Shareholders	No. of Equity Shares
Balance at the beginning of the financial year 2025-26	01	100
Shareholders who approached the Company for transfer of shares during the year	Nil	Nil
Shareholders to whom shares were transferred during the year	Nil	Nil
Balance at the end of the financial year 2025-26	01	100

The voting rights attached to the shares lying in the Unclaimed Suspense Account shall remain frozen until the rightful owner claims the shares.

Members wishing to claim their shares lying in the Unclaimed Suspense Account may contact the Company's Registrar and Transfer Agent (RTA), **Adroit Corporate Services Pvt. Limited**, at **info@adroitcorporate.com**, or the Company Secretary at the Company's registered office or at **secretarial@scansteels.com.**

Information relating to unclaimed shares is also available on the Company's website at https://scansteels.com/others/.

xix. Nomination Facility:

Pursuant to Section 72 of the Companies Act, 2013 read with the applicable rules, the Company provides a nomination facility to its shareholders. The facility is particularly useful for shareholders holding shares in a single name, as it facilitates the transmission of shares to the nominee in the event of the shareholder's death. In case of joint holdings, the nomination becomes effective only upon the death of all the joint holders.

Members who wish to register a nomination may submit **Form SH-13** to the Company's Registrar and Transfer Agent (RTA). Members wishing to cancel or change an existing nomination may submit **Form SH-14**, while members who wish to opt out of nomination may submit **Form ISR-3**, after cancelling the existing nomination, if any. The prescribed forms are available on request and can also be downloaded from the Company's website at https://scansteels.com/others/.

Shareholders holding shares in dematerialised form are required to submit their nomination requests directly to their respective Depository Participant in the prescribed manner.

Members are also requested to take note of the applicable SEBI circulars relating to nomination for eligible demat accounts, physical securities and trading accounts.

xx. Other Information to the Shareholders – Green Initiative

As a responsible corporate citizen, the Company supports the **'Green Initiative'** of the Ministry of Corporate Affairs, Government of India, which encourages electronic delivery of documents such as notices of general meetings, audited financial statements, Directors' Report, Auditors' Report and other shareholder communications to registered email addresses.

Shareholders are requested to support this initiative by registering their email addresses with the Company. Shareholders holding shares in dematerialised form may register their email address with their respective Depository Participant (DP). Shareholders holding shares in physical form may register their email address with the Company's Registrar and Transfer Agent, **Adroit Corporate Services Pvt. Limited**, by submitting a duly signed request along with the required details and documents, or by sending the requisite details through email to **info@adroitcorporate.com** and to the Company at **secretarial@scansteels.com**.

The request should contain the name of the first registered member, Folio No., address, email ID, PAN No., Aadhaar No. and mobile number, along with the required identity and address proof, self-attested copies of PAN and Aadhaar Card, and a scanned copy of the Share Certificate (front and back) for authentication.

A request letter/consent for receiving documents in electronic mode is also provided along with this Annual Report for the reference and convenience of the members.

xxi.Depository Services:

Shareholders may contact their respective Depository or the Company's Registrar and Transfer Agent, **Adroit Corporate Services Pvt. Limited**, for any guidance or assistance relating to depository services. **The contact details of the Depositories are given below:**

1. National Securities Depository Limited (NSDL)

Trade World, A Wing, 4th & 5th Floors, Kamala Mills Compound, Senapati Bapat Road, Lower Parel,
Mumbai – 400 013, India.

Telephone: (022) 2499 4200

Fax: (022) 2497 6351

Email: info@nsdl.co.in

Website: www.nsdl.co.in

2. Central Depository Services (India) Limited (CDSL

Marathon Futurex, A-Wing, 25th Floor, N. M. Joshi Marg, Lower Parel (East), Mumbai – 400 013, India.

Phone: 91-22-2302 3333

Fax: 91-22-2300 2035 / 2036

Email: helpdesk@cdslindia.com

Website: www.cdslindia.com

xxii. Remote E-Voting and Voting on the Date of the AGM:

To enable shareholders to vote on the resolutions proposed at the Annual General Meeting (AGM), the Company has provided the facility of **remote e-voting as well as e-voting during the AGM** through **Central Depository Services (India) Limited (CDSL)**. Members whose names appear in the Register of Members as on the **cut-off date specified in the Notice of the AGM** shall be eligible to participate in the e-voting and cast their votes on the resolutions proposed at the AGM.

xxiii. Designated Depository:

The Company has appointed **Central Depository Services (India) Limited (CDSL)** as its **Designated Depository** in accordance with the applicable SEBI requirements. The Company has complied with the applicable SEBI circulars relating to system-driven disclosures, including disclosures by the Promoter/Promoter Group, Directors, designated persons and members of the Promoter Group under the relevant SEBI Regulations.

The Company has provided the required information relating to its Directors, employees, Promoter/Promoter Group and designated persons to the Depositories in the prescribed manner. The Company has also complied with the applicable requirements relating to monitoring of foreign investment limits and restriction of trading by designated persons through PAN freezing at the security level.

The Company continues to comply with the applicable SEBI requirements and guidelines in this regard.

xxiv. Compliance with mandatory requirements:

The Company has complied with all applicable mandatory requirements under the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws and regulations.

xxv. Non-Compliance of any Requirement of Corporate Governance Report:

The Company has complied with all applicable Corporate Governance requirements under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. During the financial year under review, there were no instances of non-compliance with any Corporate Governance provisions applicable to the Company.

xxvi.Disclosure of certain types of agreements binding Listed Entities:

The Company has not entered into any agreements with its shareholders, promoters, promoter group entities, related parties, Directors, Key Managerial Personnel or employees, either individually or collectively, which directly or indirectly impact or may potentially impact the management or control of the Company, impose any restriction or create any liability on the Company.

Accordingly, there are no agreements requiring disclosure under the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

xxvii. Compliance with Accounting Standards:

The Company has prepared its Financial Statements in accordance with the **Indian Accounting Standards (Ind AS)** notified under the Companies Act, 2013 and applicable to the Company. The Financial Statements for the year ended March 31, 2026 have been prepared in compliance with the applicable Ind AS. **The significant accounting policies followed by the Company have been consistently applied and are disclosed in the Notes to the Financial Statements forming part of the Annual Report.**

xxviii.Adoption of Discretionary Requirements:

The status of adoption of the discretionary requirements specified under **Part E of Schedule II of Regulation 27(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** is as follows:

a. Separate Posts of Chairman and CEO:

The positions of the Chairman and the CEO (WTD) are separate. **Mr. Rajesh Gadodia**, Non-Executive Chairman of the Company, maintains an office at the Company's expense and is entitled to reimbursement of expenses incurred in the performance of his duties. He is not related to the CEO (WTD) within the meaning of the term "relative" as defined under the Companies Act, 2013.

b. Shareholders' Rights:

The Company publishes its quarterly, half-yearly, nine-monthly and annual financial results, along with significant events, if any, in the newspapers, communicates the same to the Stock Exchanges and also places the information on its website under the **Investor Relations** section. The complete Annual Report is also made available to the shareholders.

c. Modified Opinion in Auditors' Report:

The Company endeavours to present its financial statements with an **unmodified audit opinion**. The Statutory Auditors have issued an unmodified audit opinion on the Company's financial statements for the year ended **March 31, 2026**.

d. Reporting of Internal Auditor:

The Internal Auditor of the Company reports directly to the **Audit Committee** on functional matters, thereby ensuring appropriate oversight and independence in the internal audit function.

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Praveen Patro**
Date: September 1, 2026	Whole- Time Director	Director
Place: Bhubaneswar	(DIN: 07002199)	(DIN: 02469361)

DECLARATION AFFIRMING COMPLIANCE WITH THE CODE OF CONDUCT

Pursuant to **Regulation 26(3) read with Schedule V(D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, and based on the affirmations received from the Directors and Senior Management Personnel of the Company, I, **Mr. Ankur Madaan, Whole-Time Director of Scan Steels Limited**, hereby declare that all the **Board Members and Senior Management Personnel** of the Company have complied with the **Code of Conduct** of the Company during the financial year **2025-26**.

For Scan Steels Limited
Sd/-
Ankur Madaan
Whole- Time Director
(DIN: 07002199)

Date: May 15, 2026
Place: Bhubaneswar

Certificate pursuant to the provisions of Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
SCAN STEELS LTD.
104-105, "E- Square", 1St Floor,
Subhash Road, Opp. Havmor Ice Cream,
Vile Parle (E), Mumbai – 400057.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **SCAN STEELS LIMITED** having **CIN:L27209MH1994PLC076015** and having registered office at **104-105, "E- Square", 1St Floor, Subhash Road, Opp. Havmor Ice Cream, Vile Parle (E), Mumbai – 400057**.,**(hereinafter referred to as 'the Company'),** produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, **We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2026 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.**

Sr. No.	Name of Director	DIN	Date of Appointment in Company
1.	Mr. Rajesh Gadodia	00574465	14.03.2014
2.	Mr. Ankur Madaan	07002199	24.10.2014
3.	Mr. Praveen Kumar Patro	02469361	30.05.2018
4.	## Punit Kedia [up to 8.8.2025]	07501851	24.05.2016
5.	# Mr. Jitendriya Mohanty [w.e.f. August 8, 2025]	03586597	8.8.2025
6.	## Konika Poddar [up to 8.8.2025]	10435224	30.01.2024
7.	# Mrs. Sushama Anuj Yadav [w.e.f. August 8, 2025]	07910845	8.8.2025
8.	## Gagan Jalan [up to 8.8.2025]	09523622	24.08.2024
9.	# Ms. P. Monalisha [w.e.f. August 8, 2025]	10992460	8.8.2025

Mr. Jitendriya Mohanty (DIN: 03586597) was appointed as an Independent Director, and **Ms. P. Monalisha (DIN: 10992460)** and **Mrs. Sushama Anuj Yadav (DIN: 07910845)** were appointed as Independent Women Directors of the Company, each for a first term of **five (5) consecutive years** with effect from **August 8, 2025**, in accordance with the applicable provisions of the **Companies Act, 2013** and the **SEBI (LODR) Regulations, 2015**.

Mr. Gagan Jalan (DIN: 09523622) and **Mr. Punit Kedia (DIN: 07501851)**, Independent Directors, and **Mrs. Konika Poddar (DIN: 10435224)**, Independent Woman Director, completed their respective terms and consequently ceased to be Directors of the Company with effect from the **close of business hours on August 8, 2025**.

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For M/s. AMARENDRA MOHAPATRA & ASSOCIATES,
Sd/-
Amarendra Mohapatra
Company Secretary In Practice
ACS No.: 26257
C.P. No. 14901

Date: September 1, 2026
Place: Bhubaneswar

COMPLIANCE CERTIFICATE

To
The Members of
Scan Steels Limited

Sub: CEO/ CFO certification to the Board Pursuant to Regulation 17(8) read with Part B of Schedule II of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

We, Ankur Madaan, Whole-Time Director-CEO and Kalyan Kiran Mishra-CFO, **of Scan Steels Limited, hereby certify that**:

a) We have reviewed the financial statements and cash flow statement for the year ended March 31, 2026 and to the best of our knowledge and belief:

   I. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   II. these statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.

b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended March 31, 2026 are fraudulent, illegal or violative of the Company's code of conduct.

c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.

d) i) There has not been any significant change in internal control over financial reporting during the year under reference;

   ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and

   iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

For and on Behalf of the Board of Directors
Scan Steels Limited

	Sd/-	**Sd/**
	Ankur Madaan	**Kalyan Kiran Mishra**
Date: September 1, 2026	Whole- Time Director	Chief Financial Officer
Place: Bhubaneswar	(DIN: 07002199)	

MANAGEMENT RESPONSIBILITY STATEMENT

The financial statements are in full conformity with the requirements of the Companies Act, 2013 and the Accounting Standards issued by the Central Government. The Management of Company accepts responsibility for the integrity and objectivity of these financial statements, as well as, for estimates and judgments relating to matters not concluded by the year-end. The management believes that the financial statements reflect fairly the form and substance of transactions and reasonably presents the company's financial condition, and results of operations. To ensure this, the Company has installed a system of internal controls, which is reviewed, evaluated and updated on an ongoing basis. Our auditors have conducted audits to provide reasonable assurance that the company's established policy and procedures have been followed. However, there are inherent limitations that should be recognized in weighing the assurances provided by any system of internal controls. These financial statements have been audited by **M/s. Das Pattnaik & Co., Chartered Accountants, (FRN: 321097E), Bhubaneswar, the Statutory Auditors** of the Company.

For and on Behalf of the Board
Sd/-
Ankur Madaan
Whole- Time Director
(DIN: 07002199)

Date: September 1, 2026
Place: Bhubaneswar

STANDALONE
FINANCIAL STATEMENTS

2025-26

Independent Auditor's Report

To the Members of Scan Steels Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Scan Steels Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2026, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date and summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act,2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section133 of the Act read with the Companies (Indian Accounting Standards) Rule,2015, as amended,(Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2026, its Profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA" s) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules there under, 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 financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matter to be communicated in our report.

Sl.No.	Key audit Matter	Auditor's Response
1.	Application of Ind AS 115 "Revenue from Contract with Customers") involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognized over a period.	**Principal Audit Procedures** Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: ▪ Evaluated the design of internal controls relating to implementation of the new revenue accounting standard. ▪ Selected a sample of continuing and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. We carried out a combination of procedures involving enquiry and observation, reperformance and inspection of evidence in respect of operation of these controls.

<table>
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<td>Disclosures which involve collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date.</td>
<td>▪ Tested the relevant information technology systems' access and change management controls relating to contracts and related information used in recording and disclosing revenue in accordance with the new revenue accounting standard.
▪ Selected a sample of continuing and new contracts and performed the following procedures:
(a) Read, analyzed and identified the distinct performance obligations in these contracts.
(b) Compared these performance obligations with those identified and recorded by the Company.
(c) Considered the terms of the contracts to determine the transaction including any variable consideration to verify the transaction price used to compute revenue and to test the basis of estimation of the variable consideration.
(d) Sample in respect of revenue recorded for time and material contracts were tested using a combination of approved time sheets including customer acceptances, subsequent invoicing and historical trend of collections and disputes.
(e) In respect of samples relating to fixed price contracts, progress towards satisfaction of performance obligation used to compute recorded revenue was verified with actual and estimated efforts from the time recording and budgeting systems. We also tested access and change to management controls relating to these systems.
(f) Sample revenues disaggregated by type and service offering were tested with the performance obligations specified in the underlying contracts.
▪ Performed analytical procedures for the reasonableness of revenues disclosed by type of service offerings.
▪ Reviewed the collation of information and the logic of the report generated from the budgeting system used to prepare the disclosure relating to the periods over the remaining performance obligations that will be satisfied subsequent to the balance sheet date.</td>
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<td>Contingent Liabilities against litigation and claims
The company has material uncertain tax Contingent liability positions including matters under dispute which involves significant judgement to determining the possible outcome of these contingent liability.
Refer Note-26 to the Financial Statements.</td>
<td>We have obtained an understanding of the company's internal instructions and procedures in respect of the estimation and disclosure of contingent liabilities and adopted the following audit procedures:
▪ Understood and tested the design and operating effectiveness of control established by the management for obtaining all relevant information for pending litigation cases.
▪ Discussed with the management any material developments and latest status of legal matters.
▪ Read various correspondences and related documents pertaining to litigation cases and relevant external legal opinions obtained by the management and performed various substantive procedures on calculation supporting the disclosure of contingent liabilities.</td>
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		▪ Examined management's judgment and assessment those matters that are not disclosed as the probability of material outflow is considered to be remote. ▪ Reviewed the adequacy and completeness of disclosures. The above procedures ensure that the estimation and disclosure of contingent liabilities are adequate and reasonable.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis of Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS. 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 Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone 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 SA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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:

- Identify and assess the risks of material misstatement of the standalone 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 the 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of 143(11) of the Act, we give in the Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2) As required by Section 143(3) of the Act based on our audit, we report that:

    a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

    b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

    c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

    d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

    e) On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 26 to the standalone financial statements.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. No dividend is declared or paid during the year and the previous year by the company. Hence compliance with Section 123 of the Companies Act is not applicable.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2026, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

3) According to the explanation given to us and to the best of our information, the remuneration paid by the company to its directors during the year is in accordance with the provision of section 197 read with Schedule V of the Act.

For Das Pattnaik & Co
Chartered Accountants
Firm Regd. No-321097E

Sd/-
Debashis Pattnaik
Partner
M.No:- 316339

May 15, 2026
Bhubaneswar
UDIN: 26316339OBSQWQ4995

Annexure-A to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

To the best of our information and according to the explanation provided to us by the company and the books of account and records examined by us in the normal course of audit, we state that:

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) The company has maintained proper records showing full particulars, including quantitative details and the situation of Property, Plant and Equipment.

(b) The Company has maintained proper records showing full particulars of intangible assets.

(c) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(d) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed/ transfer deed/ conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the standalone financial statements included under Property. Plant and Equipment are held in the name of the Company as at the balance sheet date. excepting in the following cases: -

- Freehold land of 0.24 Acres situated in village Laing, Sundergarh, Odisha of which a valid registered sale deed is in the name of M/s. Shristi Ispat Limited, the company which was merged into this company during 2005.
- Land of 24.820 Acres occupied by the company situated in Village-Kudithini, Bellary, Karnataka, on long term lease basis.
- Land area of Ac 1.780 dec occupied by the company situated in Village-Laing & Rajgangpur, Sundergarh, Odisha, on long term lease basis. These lease deeds have been executed between the Governor of Odisha represented by the Collector, Sundergarh and the company M/s Shristi Ispat Limited (subsequently merged in to this company during the year 2005).
- Land of 40.780 Acres occupied by the company situated in Village-Dhamakpur, Laing, Budhakata and Baibai on short-term lease basis. Hence the company has opted exemption from applicability of Ind AS-116, "Leases" for the speciifed land due to short-term lease.

(e) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(f) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) a. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed in the aforesaid verification between the physical stocks and book records were not material.

b. The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks and financial institutions to meet the requirements of working capital. We report that:

- The quarterly statements filed by the company are in consonance with the books of accounts of the company.
- The statement of stock valuation is in compliance with the accounting standards.

- Statement of ageing of the receivables and payables are in agreement with the books of accounts of the company.

(iii) No such loan has been granted by the Company (secured/ unsecured loans) to companies/ firms/ limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly reporting under clause 3 (iii) is not applicable.

(iv) The company has not granted loans or provided any guarantee or securities to parties covered under section 185 of the Act. However, the company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of investments made as applicable.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Hence, reporting under clause 3 (v) is not applicable.

(vi) We have reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.

(vii) In respect of Statutory dues:

(a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Cess and other material statutory dues in arrears as at March 31, 2026, for a period of more than six months from the date they became payable.

(b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2026, on account of are given as below:

Name of the Statute	Nature of Dues	Period to which the amount relates	Amount (In Rs 'Lakhs')	Forum where dispute is pending
Custom Act 1962	Custom Duty	2012 & 2013	111.58	Customs, Excise & Service Tax Appellate Tribunal, Bangalore
Central Sales Tax	CST	01-04-2007 to 31-03-2009	0.93	OST Tribunal, Cuttack
		01-04-2008 to 28-02-2011	3.18	OST Tribunal, Cuttack
		01-04-2012 to 31-03-2014	5.29	OST Tribunal, Cuttack
		30-01-2019 to 19-02-2020	3.56	OST Tribunal, Cuttack
Odisha Sale Tax Act	OST	2001-2002	1.05	OST, Tribunal Cuttack
		2002-2003	11	OST, Tribunal Cuttack
Entry Tax	Entry Tax	1999-2000	1.6	OST, Tribunal Cuttack
		01-04-2007 to 31-03-2009	0.67	OST, Tribunal Cuttack
		01-04-2008 to 28-02-2011	315.77	OST, Tribunal Cuttack
		01-04-2012 to 31-03-2014	18.74	OST, Tribunal Cuttack
OVAT		01-04-2008-28-02-2011	1499.34	OST, Tribunal Cuttack
		01-04-2016- 30-06-2017	1.04	JCCT. Appeal, RKL
Income Tax	Income tax	AY 2016-17	15	CIT (Appeal), Kolkata
		AY 2014-15	13.11	CIT (Appeal), Kolkata
		AY 2013-14	14.08	CIT (Appeal), Kolkata

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961.

(ix) a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted on the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

b) According to the information and explanations given to us and on the basis of our audit procedures, we report the Company has not been declared willful defaulter by any bank or financial institution or government, or any government authority.

c) In our opinion, and according to the information and explanations given to us, the term loans have been applied, on an overall basis, for the purposes for which they were obtained and there are no unutilized term loan at the closing of the year.

d) According to the information and explanations given to us and on the basis of our audit procedures and on an overall examination of the Standalone Financial Statements of the Company, we report that funds raised on short-term basis have not been used during the year for long term purposes by the company.

e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associates.

f) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, the Company has not raised loans during the year on pledge of securities held in its subsidiaries or joint ventures or associate companies.

(x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.

(b) During the year, 28,31,139 Nos. of 1% Non-Convertible Preference Shares were converted into 20,42,133 Nos. of OCRPS on a preferential allotment basis. The Company has complied with the provisions of Sections 42 and 62 of the Companies Act, 2013, to the extent applicable. The equity shares have been allotted in accordance with the terms of issue, and since the conversion did not involve any fresh inflow of funds, the question of application of funds does not arise.

(xi) Reporting under clause 3(xi) of the Order are as under:

(a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) We have taken into consideration the whistleblower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.

(xii) The Company is not a Nidhi Company. Hence reporting under the clause (xii) of the Order is not applicable.

(xiii) In our opinion, the company is in compliance with section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

(xiv) Reporting under clause 3(xiv) of the Order are as under:

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them. hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a),

(b) and (c) of the Order is not applicable. In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under the clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of financial ratio, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with the second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) As per the information provided to us and as per the verification of the documents, there are no unspent amount under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For Das Pattnaik & Co
Chartered Accountants
Firm Regd. No-321097E

Sd/-
Debashis Pattnaik
Partner
M.No:- 316339

May 15, 2026
Bhubaneswar
UDIN: 26316339OBSQWQ4995

Annexure -B to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Scan Steels Limited ("the Company") as of March 31, 2026, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, (the 'Standards') issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the bast of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the criteria internal control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Das Pattnaik & Co
Chartered Accountants
Firm Regd. No-321097E

Sd/-
Debashis Pattnaik
Partner
M.No:- 316339

May 15, 2026
Bhubaneswar
UDIN: 26316339OBSQWQ4995

Standalone Balance Sheet as at 31st March' 2026

Particulars	Notes	31st March'2026 INR 'Lakhs'	31st March'2025 INR 'Lakhs'
I. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipments	2	25,110.23	26,354.95
(b) Capital work-in-progress	2	4,120.59	2,015.02
(c) Other Intangible Assets	2	3.64	0.77
(d) Financial Assets			
(i) Investments	3	3,779.17	2,085.03
(ii) Loans		-	-
(iii) Other Financial Assets	4	1,795.23	1,989.47
(e) Other non-current Assets	5(i)	2,465.35	2,476.29
(f) Deferred Tax Assets (Net)		-	-
2. Current Assets			
a. Inventories	7	16,811.80	16,760.69
b. Financial Assets			
(i) Investments		-	-
(ii) Trade Receivables	8	2,110.09	1,098.67
(iii) Cash & Bank balances	9	451.26	976.58
(iv) Other Financial Assets		-	-
c. Other Current Assets	5(ii)	3,497.69	3,627.83
TOTAL		**60,145.05**	**57,385.30**
II. EQUITY AND LIABILITIES			
1. Equity			
a. Equity Share Capital	10	5,860.23	5,860.23
b. Instruments entirely equity in nature		204.21	-
c. Other Equity	11	38,050.91	35,898.96
2. Non-Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	12(i)	-	0.33
(ii) Trade Payables		-	-
(iii) Other Financial Liabilities		-	-
b. Provisions		-	-
c. Deferred Tax Liabilities (Net)	6	3,369.90	3,462.71
d. Other Non-Current Liabilities		-	-
3. Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	12(ii)	7,169.32	6,192.24
(ii) Trade Payables	13		
a. Total Outstanding Dues of micro and small enterprises		37.86	32.29
b. Total Outstanding Dues of creditors other than micro and small enterprises		531.44	633.70
(iii) Other Financial Liabilities	14	2,096.97	2,163.72
b. Provisions		767.62	677.00
c. Other Current Liabilities	15	2,056.59	2,464.12
TOTAL		**60,145.05**	**57,385.30**
The accompanying notes form an integral part of the standalone financial statements	1 to 44		
As per our report of even date attached			

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Standalone Statement of Profit and Loss 31st March' 2026

Particulars	Notes	Year ended 31st March, 2026 INR 'Lakhs'	Year ended 31st March, 2025 INR 'Lakhs'
Income			
I. Revenue from Operations	16	83,825.63	78,919.93
II. Other Incomes	17	162.49	460.89
III. Total Income		**83,988.12**	**79,380.82**
IV. Expenses			
(a) Cost of Raw Materials Consumed	18	53,691.10	49,728.36
(b) Purchases of Stock in Trade		8,635.46	633.49
(c) Change in Inventory (Increase) /Decrease	19	(2,567.96)	4,743.77
(d) Employee Benefit Expenses	20	4,009.23	3,745.86
(e) Finance Cost	21	846.74	818.55
(f) Depreciation and Amortization	2	1,572.59	1,569.37
(g) Other Expenses	22	15,148.35	15,532.63
Total Expenses		**81,335.51**	**76,772.03**
V. Profit Before exceptional and extra ordinary items and tax		**2,652.61**	**2,608.79**
Exceptional items		-	-
VI. Profit before extraordinary items and tax		2,652.61	2,608.79
VII. Extraordinary items		**-**	**-**
VIII. Share Of Profit/ (Loss) of Associates		**-**	**-**
VIII. Profit before Taxes		**2,652.61**	**2,608.79**
IX. Taxes Expenses			
(a) Current Tax		767.62	677.00
(b) Deferred Tax		(92.81)	(28.62)
(c) Income tax / Others for earlier years		(2.73)	(0.09)
Total Tax Expenses		**672.08**	**648.29**
X. Profit (Loss) for the Year		**1,980.53**	**1,960.50**
XI. Other Comprehensive Income			
(i) Items that will not be reclassified subsequently to profit or loss :			
(a) Changes in investments in equity shares carried at FVTOCI		(20.74)	(160.98)
(b) Income tax effect		-	-
(ii) Items that will be reclassified subsequently to profit or loss :			
(a) Re-measurement of defined employee benefit plans		-	-
(b) Fair Valuation of Commodity /Derivative instruments		-	-
(c) Income tax effect		-	-
XII. Total Other comprehensive Income after tax		**(20.74)**	**(160.98)**
XIII. Total comprehensive income for the period		**1,959.79**	**1,799.52**
XIV. Earnings per equity share:			
(1) Basic	24	3.38	3.35
(2) Diluted		3.34	3.35

The accompanying notes form an integral part of the standalone financial statements

As per our report of even date attached.

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

May 15, 2026
Bhubaneswar

Audited Standalone-Statement of Cash Flows for the Year Ended 31st March, 2026

(Rupees in INR' Lakhs)

	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
(A)	**Operating Activities**		
	Profit/(loss) for the period from continuing operations	1,980.53	1,960.50
	Profit/(loss) for the period from discontinuing operations	-	-
	Profit for the period	**1,980.53**	**1,960.50**
	Income tax expenses recognised in profit or loss	764.89	676.91
	Deferred tax expenses during the year	(92.81)	(28.62)
	Profit before tax	2,652.61	2,608.79
	Adjustments for		
	Depreciation and Amortisation	1,572.59	1,569.37
	Loss/(Gain) on Sale of Property,plant and equipment and Shares	(0.08)	7.79
	Interest Income	(117.80)	(139.21)
	Profit /(loss) on sale of shares	(39.58)	(299.28)
	Interest Paid	846.74	818.55
	Allowance for Credit Loss (Exp)	3.26	8.22
	(Profit)/loss on Partnership firm	(4.34)	10.19
	Dividend Income	(0.48)	(0.42)
	Other Income	(0.21)	(21.98)
	Operating profit / (loss) before working capital changes	**4,912.71**	**4,562.03**
	Working capital adjustments:		
	Increase/(decrease) in Short-term Borrowings	977.08	(5,118.81)
	Increase/(decrease) in Trade payables	(96.48)	130.26
	Increase/(Decrease) in Other current financial liabilities	(66.75)	(469.18)
	Increase/(decrease) in Other current liabilities	(407.53)	1,113.39
	Increase/(decrease) in Provisions	93.35	-
	Decrease/(increase) in Trade receivables	(1,014.69)	1,395.75
	Decrease/(increase) in Inventories	(51.11)	795.24
	Decrease/(increase) in Other current assets	121.58	(1,187.42)
	Cash generated from Operations	**4,468.17**	**1,221.25**
	Income taxes paid	(759.05)	(521.80)
	NET CASH INFLOW FROM OPERATING ACTIVITIES (A)	**3,709.12**	**699.45**
(B)	**Investing Activities**		
	Purchase of property, plant and equipment	(2,437.44)	(1,926.56)
	Proceeds from Sale of Property,Plant and equipment	1.20	3.39
	Proceeds from Sale of Mutual Fund	271.62	1,121.57
	Proceeds from Sale of Equity Share	40.13	-
	Purchase of Mutual Fund	(60.00)	(120.00)
	Purchase of Equity Shares	(8.20)	(402.84)
	Investment in Partnership Firm	(4.00)	-
	Investment In Associates - Body Corp.(Share Application Money)	(1,910.50)	-
	Interest received (finance income)	117.80	139.21
	Dividend received (finance income)	0.48	0.42
	Movement in Other Non-current financial assets	194.24	(141.15)
	Movement in Other Non-current assets	10.94	(176.52)
	NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)	**(3,783.73)**	**(1,502.49)**

Audited Standalone-Statement of Cash Flows for the Year Ended 31st March, 2026 (contd.)

(Rupees in INR' Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
(C) Financing Activities		
Interest paid	(846.74)	(818.55)
Conversion of NCRPS into OCRPS	396.36	-
Proceeds / (Repayment) of Borrowings	(0.33)	(580.38)
Proceeds / (Repayment) of Issue Of shares	-	-
NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES (C)	**(450.71)**	**(1,398.93)**
Net Foreign exchange difference	-	-
Net increase (decrease) in cash and cash equivalents (A+B+C)	**(525.32)**	**(2,201.97)**
Cash and cash equivalents at the beginning of the year	976.58	3,178.55
Cash and cash equivalents at year end	**451.26**	**976.58**

The accompanying notes form an integral part of the Standalone financial statements

As per our report of even date attached.

Accounting Policy

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effect of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

The accompanying notes form an integral part of the Standalone financial statements

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Statement of Changes in Equity

a. Equity Share Capital

i) Current reporting period As at 31st March, 2026 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in Equity Share Capital due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in equity share capital during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
586.02	5,860.23	-	-	586.02	5,860.23	-	-	586.02	5,860.23

ii) Previous reporting period As at 31st March, 2025 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in Equity Share Capital due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in equity share capital during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
586.02	5,860.23	-	-	586.02	5,860.23	-	-	586.02	5,860.23

b. Any other instrument entirely equity in nature- Optionally Convertible Redeemable Preference Shares(OCRPS)

i) Current reporting period As at 31st March, 2026 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in [instrument-OCRPS] due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in [Instrument-OCRPS] during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
-	-	-	-	-	-	20.42	204.21	20.42	204.21

ii) Previous reporting period As at 31st March, 2025 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in [instrument-OCRPS] due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in [Instrument-OCRPS] during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
62.50	625.00	-	-	62.50	625.00	(62.50)	(625.00)	-	-

Statement of Changes in Equity for the year ended 31st March , 2026

c. Other Equity — Amount INR' Lakhs'

Particulars	Attributable to owners of Scan Steels Limited							
	Equity component of compound financial instruments	Reserves and surplus			Other reserves			Total Other Equity
		General Reserves	Securities Premium	Retained Earnings	Capital Reserves	FVOCI-equity investments	Reserves for Commodity Derivatives	
Balance at 1st April 2025	**-**	**1,344.12**	**20,642.42**	**13,341.83**	**554.73**	**15.87**	**-**	**35,898.97**
Profit for the year	-	-	-	1,980.53	-	-	-	1,980.53
Other comprehensive income	-	-	-	-	-	(20.74)	-	(20.74)
Security Premium			192.15					192.15
Less : Income Tax Provision On OCI						-		-
Total comprehensive income for the year	**-**	**1,344.12**	**20,834.57**	**15,322.36**	**554.73**	**(4.86)**	**-**	**38,050.91**
Deferred hedging gains/(losses) and costs of hedging transferred to the carrying value of inventory purchased in the year	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	-	-	-	-	-	-	-	-
Issue of equity shares	-	-		-	-	-	-	-
Dividends paid	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-
Balance at 31st March 2026	**-**	**1,344.12**	**20,834.57**	**15,322.36**	**554.73**	**(4.86)**	**-**	**38,050.91**

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Statement of Changes in Equity for the year ended 31st March , 2025

c. Other Equity

Amount INR' Lakhs'

Particulars	Attributable to owners of Scan Steels Limited							
	Equity component of compound financial instruments	Reserves and surplus			Other reserves			Total Other Equity
		General Reserves	Securities Premium	Retained Earnings	Capital Reserves	FVOCI-equity investments	Reserves for Commodity Derivatives	
Balance at 1st April 2024	**-**	**1,344.12**	**20,642.42**	**11,381.33**	**554.73**	**176.85**	**-**	**34,099.45**
Profit for the year / Adjustment	-	-	-	1,960.50	-		-	1,960.50
Other comprehensive income/ Adjustment	-	-	-	-	-	(160.98)	-	(160.98)
Total comprehensive income for the year	**-**	**1,344.12**	**20,642.42**	**13,341.84**	**554.73**	**15.87**	**-**	**35,898.96**
Deferred hedging gains/(losses) and costs of hedging transferred to the carrying value of inventory purchased in the year	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Issue of equity shares	-	-		-	-		-	-
Dividends paid	-	-	-	-	-	-	-	-
Other adjustments	-	-		-	-		-	-
Balance at 31st March 2025	**-**	**1,344.12**	**20,642.42**	**13,341.84**	**554.73**	**15.87**	**-**	**35,898.96**

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
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Chief Financial Officer

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

2025-26

Notes forming part of Standalone Financial Statements

Note -1 MATERIAL ACCOUNTING POLICIES

1.1 Company Overview

M/s Scan Steels Limited is a public limited company domiciled in Maharastra, India. The company has its listings on the BSE Limited in India. The company is engaged in manufacturing of steel products and in generation of power for captive consumption.

1.2 Basis of Preparation

(i) Compliance with Ind AS :

The standalone financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

(ii) Historical Cost Convention :

The financial statements have been prepared and presented on accrual basis and under the historical cost convention, except for the following:

a) certain financial assets and liabilities and contingent consideration that is measured at fair value;

b) Assets held for sale – measured at fair value less cost to sell;

c) Defined benefit plans – plan assets measured at fair value; and share-based payments.

As the year end figures taken from the source and rounded to nearest digits,the figures reported for the previous quarters might not always add up to the year end figures reported in this statement.

1.3 Use of Estimates :

(i) The preparation of the financial statements are in conformity with Indian Accounting Standards (Ind AS) that requires management to make judgment estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and disclosures relating to contingent liabilities as at the end of the reporting period.

(ii) Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the standalone financial statements.

(iii) Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact and that are believed to be reasonable under the circumstances.

1.4 Property, Plant and Equipment, Intangible Assets and Capital Work-in-Progress

i. Property,Plant and Equipment

a) Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

b) The whole of the finance charges paid on assets acquired under Hire Purchase Scheme are considered as “Unmatured finance charges” under the head “Other Current Assets” in the Balance sheet. Subsequently, at the end of the year the portion of finance charges is transferred to profit & loss account on the basis of the number of instalments due during the year.

ii Depreciation methods, Estimated useful lives and Residual value

a) Depreciation is provided on the straight line method applying the useful lives as prescribed in part C of Schedule II to the Companies Act,2013.

b) Depreciation on assets purchased/acquired during the year is charged from the date of purchase of the assets.

c) An asset’s carrying amount is written down immediately to its recoverable amount if the asset’s carrying amount is greater than its estimated recoverable amount.

d) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

iii. Intangible Assets :

a) Intangible assets are recorded at the consideration paid for acquisition of such assets and claimed at cost less accummulated amortization and impairment.

b) Amortisation methods and periods

The entity amortises intangible assets with a definite useful life using the straight-line method.

iv. Capital Work-in-Progress

Capital Work-In-Progress comprises of the cost of Fixed Assets that are not yet ready for their intended use at the reporting date.

1.5 Financial Instruments

Initial Recoginition

Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instruments. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities(other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets or financial liability. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in Statement of profit and loss.

Subsequent Recognition

i. Financial Assets

a) Measured at amortised cost:

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

b) Measured at fair value through other comprehensive income:

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

c) Measured at fair value through profit or loss:

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or fair value through other comprehensive income on initial recognition.

d) Equity instruments:

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments are recognised at the proceeds received net off direct issue cost.

Investment in quoted equity instruments are measured at fair value through other comprehensive income on the basis active bid market prices and accordingly the changes in fair value has been recognised in the retained earnings as at the date of transiton and subsequently in the Other Comprehensive income.

ii. Financial Liabilities

a) Financial liabilities are measured at amortised cost using effective interest method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

b) Interest bearing loans and borrowings are subsequently measured at amortised cost using effective interest rate method. Gain and losses recognised in profit and loss when the liabilities are derecognised.

iii De-Recoginition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires. The entity transfers the difference between the carrying amount of Financial Liability (Bank Loan) and the consideration paid in full settlement to wave off the loan to profit and loss account.

1.6 Inventories :

Raw materials, Stores and Spares, Semi-finsihed Goods, Traded and Finished Goods

a) Raw materials, components and stores & spares are valued at cost following FIFO method. Cost includes purchase price, freight, handling charges and other directly attributable costs to bring the material to its present location and are net of duties and taxes wherever applicable.

b) Semi-finished goods, finished goods and traded goods are valued at lower of cost or Net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on average cost of production.

c) Cost of finished goods inside the plant is exclusive of GST

d) Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

1.7 Cash and Cash Equivalents :

For the purpose of presentation in the statement of financial statements, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

1.8 Contributed Equity :

a. Equity shares are classified as equity.

b. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

1.9 Borrowings :

i. Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

ii. During the previous financial year 2024–25, preference shares that were mandatorily redeemable on a specified date were classified as Non-Current Financial Liabilities under “Note 12 – Borrowings”.

iii. Borrowings are withdrawn from the balance sheet when obligations specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in Statement of profit and loss as other gains/(losses).

iv. Borrowings are classified as current liabilities unless the entity has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current and if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

1.10 Trade and Other Payables :

These amounts represent liabilities for goods and services provided to the entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 90 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

1.11 Provisions & Contingent Liabilities:

a. A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. Contingent assets are not recognized.

b. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

c. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense. The measurement of provision for restructuring includes only direct expenditures arising from the restructuring, which are both necessarily entailed by the restructuring and not associated with the ongoing activities of the entity.

1.12 Income Tax :

i. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

ii. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation.

iii. Current income tax expense comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961.

iv. Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

v. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

vi. Deferred tax assets and liabilities are set off when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are set off where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

vii. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

1.13 Revenue Recognition :

i. Revenue is measured at fair value of consideration received or receivable. Amount disclosed as revenue are net of returns, trade allowances, rebates, Goods and services tax and amounts collected on behalf of third parties.

ii. It recognises revenue when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the company.

iii. The company adopts the following criteria for recognizing the revenue:-

a) Sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods.

b) Sale of stock in trade is recognized when the goods are dispatched to the customers.

1.14 Purchases :

Purchase of materials is recognized on dispatch of such goods by the suppliers based on certainty of receipt of such goods at the factory. It is shown net of GST credit wherever applicable.

1.15 Employee Benefits :

(i) Implementation of new labour code:

The Government of India, on 21 November 2025, notified four Labour Codes – the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the 'The Labour Codes') consolidating 29 existing labour legislations. Whilst the New Labour Codes are effective from 21st November, 2025, the related Rules to respective Labour Codes are yet to be notified. The Company has implemented the financial implications of these changes in respect of gratuity and necessary accounting has been made in the books of accounts.

(ii) Short-term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

All Short term employee benefits such as salaries, incentives, special award, medical benefits which fall due within 12 months of the period in which the employee renders related services, which entitles him to avail such benefits and non accumulating compensated absences (like maternity leave and sick leave) are recognized on an undiscounted basis and charged to Statement of Profit and loss.

(iii) Post-employment obligations

The entity operates the following post-employment schemes:

(a) defined benefit plans such as gratuity, Superannuation; and

(b) defined contribution plans such as provident fund.

Provident fund obligations

Contribution to the provident fund, which is a defined contribution plan, made to the Regional Provident Fund Commissioner is charged to the Statement of Profit and loss on accrual basis.

Gratuity and Superannuation obligations

The company has not made any provision with regard to gratuity and superannuation benefits on actuarial basis in compliance to the provisions laid in accounting standard on accounting for retirement benefits. However the company has taken a group gratuity policy with life insurance corporation of india in respect of retirement benefits of its employees,the annual premium of which is charged to the Statement of Profit and Loss.

(iv) Bonus plans

The entity recognises a liability and an expense for bonus. It recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

1.16 Borrowing Costs :

a) General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

b) Other borrowing costs are expensed in the period in which they are incurred.

1.17 Segment Reporting :

(i) The Company is primarily engaged in the business of manufacturing of steel.

(ii) The company's products are dispatched from plants located at Rajgangpur (Odisha) to various parts of the country and considering the customer base which is wide spread all over the country, no such geographical differentiation can be done for presenting the information.

1.18 Reserves:

(i) General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.

(ii) Securities Premium: Amount received in excess of the face value of shares issued. This reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

(iii) Capital Reserve: Represents the surplus arising from capital transactions such as forfeiture of shares, revaluation of assets,subsidies and gains on sale of fixed assets.

(iv) Reserve for Investments at Fair Value through OCI: Comprises the cumulative gains and losses arising from changes in the fair value of equity instruments designated through OCI.

(v) Retained Earnings: Accumulated profits after tax, adjusted for dividends, transfers to reserves, and other appropriations.

1.19 Rounding of Amounts :

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated. Also the figures of additions and/or substractions have been rounded up/off autometically for reporting at INR in lakhs.

NOTE - 1B: MATERIAL ACCOUNTING ESTIMATES & JUDGEMENTS

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. These include recognition and measurement of financial instruments, estimates of useful lives and residual value of Property, Plant and Equipment and Intangible Assets, valuation of inventories, measurement of recoverable amounts of cash-generating units, measurement of employee benefits, actuarial assumptions, provisions etc.

Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The Company continually evaluates these estimates and assumptions based on the most recently available information. Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

A. JUDGEMENTS

In the process of applying the company's accounting policies, management has made the following judgements, which have the significant effect on the amounts recognised in the financial statements:

Materiality

Ind AS requires assessment of materiality by the Company for accounting and disclosure of various transactions in the financial statements. Accordingly, the Company assesses materiality limits for various items for accounting and disclosures and follows on a consistent basis. Overall materiality is also assessed based on various financial parameters such as Gross Block of assets, Net Block of Assets, Total Assets, Revenue and Profit Before Tax. The materiality limits are reviewed and approved by the Board.

Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

B. ESTIMATES AND ASSUMPTIONS

The key assumptions concerning the future and other key sources of estimation at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

Income Taxes

The Company uses estimates and judgements based on the relevant facts, circumstances, present and past experience, rulings, and new pronouncements while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Note-2: Property, Plant and Equipment

Particulars	Land #	Freehold Buildings	Furniture,Fittings and Equipment	Plant and Machinery	Total	Capital Work-in-Progress	Intangible Assets
	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'
Gross Carrying Amount(Deemed Cost) At 1st April, 2025	4,063.54	11,231.40	48.60	34,726.27	50,069.82	2,015.01	6.77
Additions during the year	-	8.97	-	318.28	327.25	2,105.57	4.60
Exchange differences	-	-	-	-	-	-	-
Disposals/Deletions during the year	-	-	-	(21.63)	(21.63)	-	-
Gross Carrying Amount(Deemed Cost) At 31st March, 2026	**4,063.54**	**11,240.37**	**48.60**	**35,022.92**	**50,375.43**	**4,120.59**	**11.37**
Accummulated Depreciation and Impairment							
At 1st April, 2025	-	4,591.29	44.43	19,079.15	23,714.87	-	6.01
Depreciation for the year	-	341.89	1.05	1,227.92	1,570.86	-	1.73
Disposals/Deletions during the year	-	-	-	(20.53)	(20.53)	-	-
Accummulated Depreciation and Impairment At 31st March, 2026	**-**	**4,933.18**	**45.49**	**20,286.54**	**25,265.20**	**-**	**7.73**
Net Book Value							
At 31st March, 2026	4,063.54	6,307.20	3.11	14,736.38	25,110.23	4,120.59	3.64
At 31st March, 2025	4,063.54	6,640.12	4.17	15,647.12	26,354.95	2,015.01	0.77
Depreciation and Amortization							
During the Current Year	-	341.89	1.05	1,227.92	1,570.86	-	1.73
During the Previous Year	-	341.82	1.05	1,226.16	1,569.04	-	0.33

Net Book Value	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Property, Plant and Equipment	25,110.23	26,354.95
Capital Work-in-progress	4,120.59	2,015.01
Intangible Assets	3.64	0.77

Aging of Capital Work in Progress : Aging Schedule for the year ended

Capital Work in Progress (CWIP)	Amount of CWIP/IAuD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress (as at 31st March, 2026)	2,103.40	2,015.01	2.17	-	4,120.59
As at 31st March 2025	2,012.84	2.17	-	-	2,015.01

a) Freehold land of 0.24 Acres situated in village Laing, Sundergarh, Odisha of which a valid registered sale deed is in the name of M/s. Shristi Ispat Limited, the company which was merged into this company during 2005.

b) Land of 24.820 Acres occupied by the company situated in Village-Kudithini, Bellary, Karnataka, on long term lease basis.

c) Land area of Ac 1.780 dec occupied by the company situated in Village-Laing & Rajgangpur, Sundergarh, Odisha, on long term lease basis. These lease deed has been executed between the Governor of Odisha represented by the Collector, Sundergarh and the company M/s Shristi Ispat Limited (subsequently merged in to this company during the year 2005).

d) Land of 40.780 Acres occupied by the company situated in Village-Dhamakpur,Laing,Budhakata and Baibai on short-term lease basis. Hence the company has opted exemption from applicability of Ind AS-116, "Leases" for the specified land due to short-term lease.

Note-3: Investments

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
A. Investments carried at fair value through OCI (FVOCI)		
I. Investment in Equity Instrument (Fully Paid up)		
a. Quoted Shares	4.47	36.03
II.Investment in Mutual Fund (Mark to Market)	-	193.13
III. Investment In Partnership Firm *	193.86	189.52
B. Investments Carried at Cost		
Unquoted Shares		
I. Investment In Other Body Corp.	822.81	822.81
II. Investment In Associates - Body Corp.	843.54	843.54
III. Investment In LLP.	4.00	-
IV. Investment in Equity pending allotment**	1,910.50	-
Total	**3,779.17**	**2,085.03**
Aggregate cost price of quoted shares	9.33	42.71
* Investment in partnership firm shown as adjusted figure of partners' current account balance.		

Scan Steels Ltd has made an investment in Bindals Sponnge Industries Ltd and has also remitted ₹ **19,10,50,000 towards investment in equity. The shares are proposed to be allotted in the subsequent financial year 2026–27. Accordingly, the said amount has been presently classified and disclosed under **"Investment in Equity pending allotment"** in the financial statements.

A. Investments carried at fair value through OCI (FVOCI) (fully paid)		
I. Investment in Equity Instrument (Fully paid up)		
a. Quoted Shares		
28366 nos equity shares of PFL Infotech Ltd.	1.32	3.00
(31st March, 2025:31474 Nos)		
55389 nos equity shares of Polytex India Limited.	3.15	3.23
(31st March, 2025:55449 Nos)		
0 nos equity shares of INOXWIND.	-	2.22
(31st March, 2025: 1400 nos)		
0 nos equity shares of NETWORK NSE	-	2.25
(31st March, 2025: 5000 nos)		
0 nos equity shares of NTPC.	-	2.53
(31st March, 2025: 700 nos)		
0 nos equity shares of Hindustan Zinc.	-	3.36
(31st March, 2025: 750 nos)		
0 nos equity shares of DLF	-	2.75
(31st March, 2025: 400 nos)		
0 nos equity shares of EPACK	-	2.07
(31st March, 2025: 590 nos)		
0 nos equity shares of JP POWER	-	2.90
(31st March, 2025: 20000 nos)		
0 nos equity shares of JSW ENERGY	-	3.29

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(31st March, 2025: 600 nos)		
0 nos equity shares of NUVAMA	-	3.64
(31st March, 2025: 60 nos)		
0 nos equity shares of SPICEJET LTD	-	1.58
(31st March, 2025: 3500 nos)		
0 nos equity shares of TATA MOTORS	-	3.21
(31st March, 2025: 480 nos)		
Sub-Total	**4.47**	**36.03**
III. Investment In Partnership Firm		
RAR Ispat LLP*	193.86	189.52
Sub-Total	**193.86**	**189.52**
*As the company Scan Steels Ltd. is one of the Partner having 50% share of profit/(loss) and the original share of Capital Contribution is ₹ 200 lakhs		
B. Investments Carried at Cost		
Unquoted Shares		
I. Investment In Other Body Corp.		
4360 nos equity shares of Millenium Cybertech Limited.	0.05	0.05
(31st March, 2025:4360 Nos)		
25363 nos equity shares of Matra Realty Limited.	0.08	0.08
(31st March, 2025:25363 Nos)		
369481 nos equity shares of Globus Corporation Limited.	0.48	0.48
(31st March, 2025: 369481 nos)		
41,54,000 nos of Equity Shares ₹ 10/- each of Karma Re-Rollers Private limited.	822.20	822.20
(31st March, 2025:41,54,000 Nos)		
Sub-Total	**822.81**	**822.81**
II. Investment In Associates - Body Corp.		
3001500 nos of equity shares at face value of ₹ 10/- each RPSG Agro Commodity Pvt. Ltd.	300.15	300.15
(31st March, 2025: 3001500 nos)		
1707699 nos of equity shares at face value of ₹ 10/- each Shrishti Resorts & Multiplex Pvt. Ltd.	543.39	543.39
(31st March, 2025: 1707699 nos)		
Sub-Total	843.54	843.54
III. Investment In LLP.		
Scan Green Energy LLP	4.00	-
Sub-Total	4.00	-
IV. Investment in Equity pending allotment		
Bindals Sponnge Industries Ltd.	1,910.50	-
Sub-Total	**1,910.50**	

Note-4: Other Financial Assets

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Security Deposits	1,501.90	1,713.70
Other bank balances*	293.34	275.77
Sub-Total	**1,795.23**	**1,989.47**
***Details of other balances with banks**		
Other bank balances consist of the following:		
Earmarked Balances with Banks		
Term Deposits with Bank	3.61	67.61
Margin money,guarantee and security with banks	260.00	196.00
Accrued Interest on Fixed Deposits & Others	29.73	12.16
Total	**293.34**	**275.77**

*Margin money in the form of fixed deposits amounting to INR 60 lakhs (PY INR 60 lakhs), having a maturity period of more than 12 months, has been earmarked for issuance of Bank Guarantee. Further, fixed deposits with a face value of INR 200 lakhs (PY INR 136 lakhs) are held as collateral/security with the lead bank, State Bank of India, on behalf of consortium member banks.

Note-5: Other Assets

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(i) Non-Current		
Advance against Property	1,882.16	1,881.79
Other Long term Loan & Advances	162.02	162.02
Balances with Government Authorities	421.17	432.45
Unmatured Financial Charges	-	0.04
Sub-Total	**2,465.35**	**2,476.29**
(ii) Current		
Advance to Suppliers	2,162.80	1,779.28
Advance for Expenses & others	381.39	406.73
Balances with Government Authorities	881.44	1,379.92
Other Short term Loan & Advances	23.76	-
Prepaid Expenses	48.29	59.71
Unmatured Financial Charges	-	2.19
Sub-Total	**3,497.69**	**3,627.83**
Total	**5,963.03**	**6,104.13**

Note-6: Deferred tax assets/(liabilities)(net)

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(i) Opening balance	**(3,462.71)**	**(3,491.33)**
(ii) Closing balance		
Property,Plant and Equipment and Intangible Assets	(3,369.90)	(3,462.71)
Allowance/Disallowances of expenses	-	-
Sub- Total	**(3,369.90)**	**(3,462.71)**
(iii) Transfer to Statement of profit and loss(ii-i)	**92.81**	**28.62**

Note-7: Inventories

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Raw Materials	11,703.74	14,297.34
Semi-finished goods	1,315.03	75.01
Finished Goods-Manufacturing	3,245.99	1,981.10
Stock-in-trade	72.32	9.28
Stores,spares and consumables	474.72	397.97
Total	**16,811.80**	**16,760.69**

Note 8: Trade Receivables

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Unsecured, considered good		
Debtors More than Six Months	221.45	298.20
Others	1,913.19	821.76
Total	**2,134.65**	**1,119.96**
Less: Allowances for Credit Loss (Note-39)	24.56	21.29
Total	**2,110.09**	**1,098.67**

No trade receivables or other receivables are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner or a director. The amount due from firms / private companies as mentioned above are to the tune of current Year INR Nil, Prev Year INR Nil.

Trade receivables are non-interest bearing and are generally on terms of 15 to 20 days.

Trade Receivables aging schedule for the year ended as on 31st March, 2026 and 31st March, 2025

Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
Undisputed Trade Receivables-considered good	-	1,913.19	26.90	53.23	18.54	80.99	2,092.85
As at 31st March, 2025	-	821.76	158.53	18.74	14.47	64.87	1,078.37
Undisputed trade Receivables-credit impaired	-	-	-	-	-	41.79	41.79
As at 31st March, 2025	-	-	-	-	-	41.59	41.59
Disputed Trade Receivables-considered good	-	-	-	-	-		-
As at 31st March, 2025	-	-	-	-	-		-
Total Trade Receivables	-	1,913.19	26.90	53.23	18.54	122.78	2,134.65
Less: Allowances for Credit Loss						24.56	24.56
Net Trade Receivables as at 31st March, 2026		**1,913.19**	**26.90**	**53.23**	**18.54**	**98.23**	**2,110.09**
As at 31st March, 2025	-	821.76	158.53	18.74	14.47	106.47	1,119.96
Less: Allowances for Credit Loss	-	-	-	-	-	21.29	21.29
Net Trade Receivables 31st March, 2025		**821.76**	**158.53**	**18.74**	**14.47**	**85.17**	**1,098.67**

Note-9: Cash and Bank Balances

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Balances with banks		
In Current Accounts	13.45	610.84
In Deposits Accounts	293.34	275.77
Cash on Hand	437.81	365.74
Sub Total	**744.60**	**1,252.35**
Less: Balances with bank other than above (Note-4)	(293.34)	(275.77)
Total	**451.26**	**976.58**

Note-10: Equity

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
A. Equity Share Capital **Authorised**		
(i) 715 lakhs Nos of Equity shares of 10/- each	7,150.00	7,150.00
(P.Y: 715 lakhs Nos of Equity shares of 10/- each)		
B. Preference Share Capital		
Authorised		
(i) 87.50 lakhs Nos of Non-cumulative Redeemable Preference shares of 10/- each	**1,500.00**	**1,500.00**
(P.Y:87.50 lakhs Nos of Non-cumulative Redeemable Preference of shares of 10/- each)		
	8,650.00	**8,650.00**
1.Issued, Subscribed and Paid Up		
(a) Equity Share Capital		
(i) 586.02 lakhs Nos of Equity shares of 10/- each	**5,860.23**	**5,860.23**
(P.Y: 586.02 lakhs Nos of Equity shares of 10/- each)		
Total **(b) Instruments entirely equity in nature***	5,860.23	5,860.23
(i) 2042133 Nos of Optionally Convertible Redeemable Preference shares(OCRPS) of 10/- each	204.21	-
(P.Y: Nil)		
Total	**204.21**	**-**

*During FY 2025-26, 28,31,139 Nos. of 1% Non-Convertible Preference Shares were converted into 20,42,133 Nos. of OCRPS on preferential allotment basis. The holders of OCRPS exercised the option for conversion into equity shares. Accordingly, the instrument has been classified as an Equity Instrument in accordance with Ind AS 109 – Financial Instruments. The allotment of equity shares was approved by the Board of Directors in its meeting held on April 27, 2026. The OCRPS holders are Bayanwala Brothers Pvt Ltd, Gopikar Supply Pvt Ltd and Ascon Merchandise Pvt Ltd.

i) Reconciliation of number of equity shares are set out below:		
a) Shares outstanding at the beginning of the financial year.	586.02	523.52
b) Issued during the year*	-	62.50
Shares outstanding at the end of the financial year	**586.02**	**586.02**

*During the Previous Year 2024-25, the Company has effected the conversion of 62.50 lakh Optionally Convertible Redeemable Preference Shares (OCRPS) into equity shares of Rs. 10 each, pursuant to the terms of issue.

ii) Reconciliation of Instruments entirely equity in nature (OCRPS) are set out below:		
a) Shares outstanding at the beginning of the financial year.	-	62.50
b) Issued during the year	20.42	
c) Converted into Equity Share.	-	(62.50)
Shares outstanding at the end of the financial year	**20.42**	**-**

c) Details of Shareholders holding more than 5% of Equity shares

Name of the Shareholders	No. of Shares	% held	No. of Shares	% held
i) Rajesh Gadodia	54.63	9.32%	54.63	9.32%
ii) Archana Gadodia	47.71	8.14%	47.71	8.14%
iii)Artline Commerce Pvt Ltd	96.43	16.45%	95.67	16.33%
iv) Bayanwala Brothers (p) Limited	87.73	14.97%	87.73	14.97%
v) Gopikar Supply Pvt Ltd.	34.31	5.85%	34.31	5.85%

The Company has a single class of Equity shares. Accordingly ,all equity shares rank parri-passu with regard to dividend and share in the company's residual assets.

d) Details of Promoters' Holding on Equity Share Capital

Name of the Promoters'	As at 31st March '2026		As at 31st March '2025		Change during the year	
	No .of Shares	% held	No. of Shares	% held	No. of Shares	% held
i) Rajesh Gadodia	54.63	9.32%	54.63	9.32%	-	0.00%
ii) Archana Gadodia	47.71	8.14%	47.71	8.14%	-	0.00%
iii) Artline Commerce Pvt Ltd	96.43	16.45%	95.67	16.33%	0.75	0.13%
iv) Bayanwala Brothers (p) Limited	87.73	14.97%	87.73	14.97%	-	0.00%
v) Gopikar Supply Pvt Ltd.	34.31	5.85%	34.31	5.85%	-	0.00%
Total	**320.81**	**54.7%**	**320.06**	**54.6%**	**0.75**	

Note - 11: Other Equity

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
a. General Reserve		
Opening Balance	1,344.12	1,344.12
Add:-Additions during the year		
Subtotal	**1,344.12**	**1,344.12**
b. Securities Premium		
Opening Balance	20,642.42	20,642.42
Add:-Additions during the year	192.15	-
Less:-On Redeemption of Preference Share during the year	-	-
Subtotal	**20,834.57**	**20,642.42**
c. Capital Reserve		
Opening Balance	554.73	554.73
Add:-Additions during the year	-	-
Subtotal	**554.73**	**554.73**

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
d. Reserve for investments at Fair Value through OCI		
Opening Balance	15.87	176.85
Add: Net fair value gain/(loss) on investments during the period	(20.74)	(160.98)
Less : Income Tax Provision On OCI	-	-
Subtotal	**(4.86)**	**15.87**
e. Retained Earnings		
Opening Balance	**13,341.83**	**11,381.33**
Add: Profit/(Loss) during the year	1,980.53	1,960.50
Subtotal	**15,322.36**	**13,341.83**
Total	**38,050.91**	**35,898.96**

Note-12 : Borrowings

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Borrowings consists of the followings		
(i) Non-Current Borrowings		
A. Secured Loan		
(a) Financial Lease Obligations	-	0.33
Total non-current borrowings	**-**	**0.33**
(ii) Current Borrowings		
Preference Share1%	-	396.36
Current maturities of finance lease obligations	-	35.71
Interest accrued and due on borrowings	21.47	-
Foreign Currency Demand Loan (FCNRB-DL)	4,499.75	-
Cash Credit from Banks	2,648.10	5,760.17
Total current borrowings	**7,169.32**	**6,192.24**
Grand Total	**7,169.32**	**6,192.56**

Note-13: Trade Payables

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Payable to MSME	37.86	32.29
Payable to Others	531.44	633.70
Total	**569.30**	**665.98**

The Company has identified Micro, Small and Medium Enterprises suppliers in accordance with the provisions of the Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company. There are no dues outstanding beyond the prescribed period of 45 days to Micro and Small Enterprises as at the Balance Sheet date and accordingly, no interest is due or payable under Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006.

Trade Payables aging schedule for the year ended as on 31st March, 2026 and 31st March, 2025

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1-2 Years	2-3 years	More than 3 years	Total
Outstanding dues to MSME						
As at 31st March, 2026	-	37.86	-	-	-	37.86
As at 31st March, 2025	-	32.29	-	-	-	32.29
Outstanding dues to Others						
As at 31st March, 2026	-	531.44	-	-	-	531.44
As at 31st March, 2025	-	633.70	-	-	-	633.70
Total Trade Payables						
As at 31st March, 2026	**-**	**569.30**	**-**	**-**	**-**	**569.30**
As at 31st March, 2025	-	665.98	-	-	-	665.98

Note-14: Other financial liabilities

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Liabilities for Expenses	2,096.97	2,163.72
Total	**2,096.97**	**2,163.72**

Note-15: Other Current Liabilities

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Income Received in Advance	1,350.83	1,605.71
Statutory Dues Payable	705.76	858.41
Total	**2,056.59**	**2,464.12**

Note-16 : Revenue from Operations

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Sale of Products	83,448.61	78,503.26
Sale of Services	377.02	416.67
Total	**83,825.63**	**78,919.93**

1. Sale of products and services are mentioned exclusive of GST.
2. Sale Of Products Includes Sale Of Traded Steel Products INR 8904.66 Lakhs (Prev Year INR 656.76 Lakhs)

Note-17 : Other Incomes

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Interest Income	117.80	139.21
Profit / (Loss) on Sale of shares	39.58	299.28
Profit on sale of Fixed Assets	0.08	-
Dividend Income	0.48	0.42
Profit In Partnership Firm	4.34	-
Other Income	0.21	21.98
Total	**162.49**	**460.89**

Note-18 : Cost of Raw Material Consumed

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Raw material and components consumed		
Opening Stock	14,297.34	10,248.10
Add:Purchased during the year *	51,163.85	53,842.32
Less:Stock used for fixed Assets**	66.35	64.71
Less:Closing Stock	11,703.74	14,297.34
Total	**53,691.10**	**49,728.36**

*Purchases includes material cost , expenses & other costs which are directly atributable to procurement

** Stock used for Fixed assets valued at cost of goods sold and GST reversal considered

Note-19 : Change in Inventories-(Increase)/Decrease

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Opening Stock		
Semi-Finished Goods	75.01	237.61
Finished Goods-Manufacturing	1,981.10	6,549.70
Stock In Trade	9.28	21.84
Sub-Total(A)	**2,065.38**	**6,809.15**
Less:- Closing Stock		
Semi-Finished Goods	1,315.03	75.01
Finished Goods-Manufacturing	3,245.99	1,981.10
Stock In Trade	72.32	9.28
Sub-Total(B)	**4,633.34**	**2,065.38**
Total(A-B)	**(2,567.96)**	**4,743.77**

Note-20 : Employee Benefit Expenses

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Salaries,wages and bonus	3,481.93	3,343.31
Staff Wellfare	7.96	23.61
Contribution to provident and other funds	519.35	378.95
Total	**4,009.23**	**3,745.86**

Note-21 : Finance Cost

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Interest on Debts & Borrowings	846.06	812.21
Interest on finance lease obligations	0.68	6.16
Interest on Unsecured loans & Others	-	0.18
Total	**846.74**	**818.55**

Note-22 : Other Expenses

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Consumption of stores and spares *	3,014.78	3,650.58
CSR Expenses	49.09	75.76
Power and fuel	9,681.08	9,546.96
Loss on sale of Fixed Assets	-	7.79
Water charges	61.72	54.46
Operational Expenses	982.77	857.84
Selling & Distribution expenses	42.53	21.19
Security Service Charges	37.94	35.18
Rent,Rates and taxes	312.02	299.69
Insurance	74.86	52.23
Bank Charges	45.96	41.46
Repair & Maintenance	203.35	218.43
Advertising and Sales promotion	287.57	207.80
Professional & Consultancy fees	277.94	236.64
Communication costs	8.17	8.74
Remuneration to Auditors	22.00	22.00
Allowances for Credit Loss	3.26	8.22
Directors Sitting Fee	2.13	0.96
Loss In Partnership Firm	-	10.19
General expenses	41.15	176.50
Total	**15,148.35**	**15,532.63**

* Consumption of Stores and Spares includeds Imported material of INR Nil (Prev year INR Nil)

Note-23 : Financial Ratios

Particulars	Numerator	Denominator	31st March, 2026	31st March, 2025	Variance
Current Ratio	Current Assets	Current Liabilities	1.79	1.82	-1.83%
Debt Equity Ratio	Total Debt*	Shareholders' Equity	0.16	0.15	9.59%
Debt Service Coverage Ratio (in times)	Earnings available for Debt service (**)	Debt Service ***	5.75	4.74	21.26%
Return on Equity (ROE)	Net Profits after taxes	Average Shareholder' Equity	4.49%	4.69%	-4.37%
Inventory Turnover Ratio (in days)	Average Inventory	Revenue from Operation	73	80	-8.75%
Trade Receivables Turnover Ratio (in days)	Average trade receivable	Revenue	7	8	-12.50%
Trade Payables Turnover Ratio (in days)	Average trade payable	Purchase of Goods and services.	4	4	0.00%
Net Capital Turnover Ratio (in times)	Revenue	Working Capital	8.23	7.71	6.73%
Net Profit Ratio	Net Profit	Revenue	2.36%	2.47%	-4.52%
Return on Capital employed (ROCE)	Earnings before interest and taxes	Capital Employed****	7.93%	8.21%	-3.35%
Return on Investment (ROI)					
(a) Unquoted	Income Generated from Investment	Weighted average investment	-	-	
(b) Quoted #1	Income Generated from Investment	Weighted average investment	21.31%	2.32%	818.50%

*Long Term Borrowing + Short Term Borrowing.

** EBITDA= Profit before exceptional items & tax + Finance Cost + Depreciation & Amortization

*** Finance Cost + Principal Repayment Component of Long Term Borrowing

**** Long Term Finance= Equity Share Capital + R/S + Long Term Borrowings

#1 ROI increased significantly by 818.50% owing to sale of investments during the current financial year, which reduced the weighted average investment base, while income from investments did not decline proportionately, resulting in higher return on investment as compared to the previous year.

Note -24 : Earnings Per Share(EPS) **(All amounts in INR Lakhs, unless otherwise stated)**

Sl. No	Particulars	31st March 2026	31st March 2025
a)	Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (Rs Lakhs)	1,980.53	1,960.50
b)	Weighted Average number of equity shares used as denominator for calculating Basic EPS	586.02	586.02
c)	Weighted Average number of equity shares used as denominator for calculating Diluted EPS	592.83	586.02
d)	Face Value per Equity Share (INR in Rupees)	10.00	10.00
e)	Basic Earnings per share (INR in Rupees) (a/b)	3.38	3.35
f)	Diluted Earnings per share (INR in Rupees) (a/c)	3.34	3.35

Note -25 : Foreign Currency Transactions

Sl. No	Particulars	31st March 2026	31st March 2025
i)	USD Outgo	-	-
ii)	INR in 'Lakhs'	-	-
iii)	Amount of Exchange differences debited/(credited) to profit or loss (in Lakhs)	-	-

Note - 26 : Contingent Liabilities

Sl. No	Particulars	31st March 2026	31st March 2025
i.	Estimated amount of contracts remaining to be executed on capital accounts and not provided for.	Nil	Nil
ii.	Claims against the Company not acknowledged as debts (Net of payment):		
	a) Central Sales Tax	12.96	13.35
	b) OVAT/OST	1,512.43	1,527.79
	c) Orissa Entry tax	336.78	373.95
	d) Customs duty	111.58	111.58
	e) Income Tax	42.19	42.19
iii	Bank Guarantees	194.13	193.38
	However as per management perception, the above liabilities will not devolve upon the company in future.		

Note -27 : Registration of Charges or Satisfication

The Company has filed, respective forms before Registar of Companies related to creation of charges and satisfication of charges in relation to loan availed from banks and financial institutions, timely manner within a statutory period prescribed under Companies Act' 2013.

Note-28 : Relationship with struck off companies

Name of the struck off company	Nature of transactions with struck off company	31st March, 2026		31st March, 2025	
		Balance outstanding as at current period	Relationship with the stuck off company	Balance outstanding as at previous period	Relationship with the struck off company
NA	Investment in securities	-	NA	-	NA
NA	Receivables	-	NA	-	NA
NA	Payables	-	NA	-	NA
NA	Shares held by struck off Company	-	NA	-	NA
NA	Other outstanding balances (specify)	-	NA	-	NA

Note-29 : Additional Disclosures As per Ind AS 108 "Operating Segments"

Extent of Reliance on Major Customers

Extent of Reliance on Major Customers of the company can be depicted by assessing their sales chunck compared to total revenue of the operation. The percentage of group of major customer to its total revenue is as below :

Particulars	% of Total Revenues	
	31st March 2026	31st March 2025
One Customer	8.40%	3.94%

Note -30 : Related Party Disclosure as per Ind AS 24

(I)	List of Related Parties	
Sl. No	Name	Designation
i)	Mr. Rajesh Gadodia	Promoter- Non Executive Chairman
Key Managerial Personnel		
i)	Mr. Ankur Madaan	Whole-Time Director
ii)	Mr. Praveen Kumar Patro	Whole-Time Director
iii)	Mr. Gobinda Chandra Nayak	Former Chief Financial Officer
iv)	Mr. Kalyan Kiran Mishra	Chief Financial Officer
v)	Mr. Prabir Kumar Das	Company Secretary

Related Parties and Close Family Members of Promoter Director.

Sl. No	Name	Relationships
i)	Mrs. Archana Gadodia	Promoter- Relative of Promoter
ii)	Mr. Nimish Gadodia	Relative of Promoter
iii)	Artline Commerce Private Limited	Promoter Company
iv)	Bayanwala Brothers Private Limited	Promoter Company
v)	Shrishti Trading Corporation Private Limited	Promoter having significant influence
vi)	Karma Re-Rollers Private Limited	Promoter having significant influence
vii)	Scan Energy and Power Limited	Relative of Promoter is a Director
viii)	Nav Durga Fuel Private Limited	Relative of Promoter is a Director
ix)	Rourkela Sponge LLP	Relative of Promoter is a Partner

List of Associate Entities

Sl. No	Name	Relationships
i)	RPSG Agro Commodity Pvt.Ltd	Associate Company
ii)	Shristi Resorts & Multiplex Pvt Ltd	Associate Company
iii)	RAR Ispat LLP	Associate Firm/Company is one of the Partner
iv)	Scan Green Eergy LLP	Associate Firm/Company is one of the Partner

None of the close members of all Key managerial Personnels are considered as Related Party In accordance with Ind AS 24 considering the fact that they are neither participating nor influencing executive decision making of the company.

(II) Related Party transactions

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No	Particulars	Promoter & Relative of Promoter	Promoter Company	Associate Company/ Firm	Promoter having significant influence	Relative of Promoter is a Director	KMP
a)	Purchase of goods	-	-	-	1,232.83	648.88	-
	Previous Year : as at 31st March, 2025	-	-	-	1,760.63	379.48	
b)	Sale of Goods	-	-	13.82	6,496.97	-	-
	Previous Year : as at 31st March, 2025	-	-	21.85	3,396.88	-	-
c)	Interest expenses recognised	-	0.68	-	-	-	-
	Previous Year : as at 31st March, 2025	-	6.16	-	-	-	-
d)	Services received	240.00	11.68	416.84	-	-	-
	Previous Year : as at 31st March, 2025	223.56	22.78	318.38	-	-	-
e)	Services rendered	-	-	-	53.02	-	-
	Previous Year : as at 31st March, 2025	-	-	-	92.67	-	-
f)	Remuneration to Key Managerial Personnel						61.65
	Previous Year : as at 31st March, 2025						61.43
g)	Director Sitting Fees	0.27					
	Previous Year : as at 31st March, 2025	0.14					
h)	Leasing out Income-Plant & Machinery)	-	-	-	-	324.00	-
	Previous Year : as at 31st March, 2025	-	-	-	-	324.00	-
i)	Sale of Movable Property / Immovable Property	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	-	-
j)	Loan Taken	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	-	-

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No	Particulars	Promoter & Relative of Promoter	Promoter Company	Associate Company/ Firm	Promoter having significant influence	Relative of Promoter is a Director	KMP
k)	Outstanding loans and payables:						
i)	Finance Lease Obligations		-				
	Previous Year : as at 31st March, 2025		36.04				
ii)	Directors Remuneration /Salary Payable	-	-	-	-	-	4.21
	Previous Year : as at 31st March, 2025	-	-	-	-	-	3.70
iii)	Other Payable	16.20	-	-	-	188.12	-
	Previous Year : as at 31st March, 2025	-	-	-	-	156.85	-
iv)	Service Payable	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	5.04	24.74	0.51	-	-
l	Outstanding Advances and receivable	-	-	-	-	-	-
i)	Service/Trade Receivable	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	18.88	-
ii)	Investment in Equity Shares (Unlisted)	-	-	843.54	822.20	-	-
	Previous Year : as at 31st March, 2025	-	-	843.54	822.20	-	-
iii)	Investment in Partnership Farm	-	-	-	197.86	-	-
	Previous Year : as at 31st March, 2025	-	-	-	189.52	-	-

Note -31 : Assets provided as Security

Sl. No	Particulars	As at 31st March 2026	As at 31st March 2025
(i)	Trade Receivables	2,110.09	1,098.67
(ii)	**Property, Plant and Equipment :**		
	Tangible Assets	25,110.23	26,354.95
(iii)	Inventories	16,811.80	16,760.69
	Total Assets provided as Security	**44,032.12**	**44,214.30**

Note -32 : Estimated Useful Live of Property, Plant & Equipment (PPE)

Sl. No	Financial Classification	Nature	Useful Lives	
			As per Management Estimate	As per SCH-II of Companies Act 2013
i)	Freehold Building	Building (Factory)	30 Years	30 Years
		Building (Non Factory)	60 Years	60 Years
ii)	Furniture,Fittings and Equipment	Furniture & Fixtures	10 Years	10 Years
iii)	Office Equipment	Computer	3 Years	3 Years
iv)	Plant & Equipment	Plant & Machinery (Non-Earth Moving)	25 Years	25 Years
		Plant & Machinery (Earh Moving)	25 Years	25 Years
v)	Vehicles	Motor car	8 years	8 years

Note -33 : Fair Value Measurements

(i) Financial instruments by category:

Sl.No	Particulars	31st March 2026		
		FVPL	FVOCI: Equity instruments designated as such upon initial recognition	Amortised cost
i)	**Financial assets**			
	Investments:			
	Equity instruments		4.47	-
	Trade receivables		-	2,110.09
	Cash and cash equivalents		-	451.26
	Others		-	1,795.23
	Total financial assets	**-**	**4.47**	**4,356.59**
ii)	**Financial liabilities**			
	Borrowings			7,169.32
	Derivative financial liabilities			
	Trade payables			569.30
	Other financial liabilities			2,096.97
	Total financial liabilities	**-**	**-**	**9,835.59**

Sl.No	Particulars	31st March 2025		
		FVPL	FVOCI: Equity instruments designated as such upon initial recognition	Amortised cost
i)	**Financial assets**			
	Investments:			
	Equity instruments	-	36.03	-
	Trade receivables	-	-	1,098.67
	Cash and cash equivalents	-	-	976.58
	Others	-	-	1,989.47
	Total financial assets	**-**	**36.03**	**4,064.72**
ii)	**Financial liabilities**			
	Borrowings			6,192.56
	Derivative financial liabilities			-
	Trade payables			665.98
	Other financial liabilities			2,163.72
	Total financial liabilities	**-**	**-**	**9,022.26**

(ii) Fair value Hierarchy:

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are

(a) recognised and measured at fair value, and

(b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the Ind AS 113 "Fair Value Measurements ". An explanation of each level follows underneath the table.

INR 'Lakhs'

Financial assets and liabilities measured at fair value - recurring fair value measurements At 31st March, 2026	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments at FVPL				
Equity instruments				
Mutual funds				
Financial investments at FVOCI				
Quoted equity investments	4.47			4.47
Unquoted equity investments	-			-
Quoted Mutual fund units	-			-
Derivatives				
Foreign exchange forward contracts				-
Foreign currency options				-
Interest rate swaps				-
Total	**4.47**	**-**	**-**	**4.47**

Financial assets and liabilities measured at fair value - recurring fair value measurements At 31st March, 2025	Level 1	Level 2	Level 3	Total
Financial assets :				
Financial investments at FVPL				
Equity instruments				
Mutual funds				
Financial investments at FVOCI				
Quoted equity investments	36.03			36.03
Unquoted equity investments	-			-
Quoted Mutual fund units	193.13			193.13
Derivatives				
Foreign exchange forward contracts				
Foreign currency options				
Interest rate swaps				
Total	**229.17**	**-**	**-**	**229.17**

Level 1 : This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments(including bonds) which are traded in the stock exchange is valued using the closing price as at the reporting period.

Level 2 : Fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument is observable, the insturment is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable data, the instrument is included in level 3. This is the case for unlisted equity securities, contigent consideration and indemnification assets.

(iii) As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts are reasonably approximate to the fair value. Accordingly fair value disclosures have not been made for the following financial instruments:-

1. Trade receivables
2. Cash and cash Equivalent
3. Loans and advances
4. Borrowings
5. Trade Payables
6. Capital Creditors
7. Other payables

Note -34 : Financial risk management

The company's few portion of activities are exposed to variety of financial risks i.e. market risk, credit risk and liquidity risk. The company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The company's financial instruments (excluding receivables from related parties) are influenced mainly by the individual characteristics of each customer. The company's exposure to credit risk is the concentration of risk from the top few customers and the demographics of the customers.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements

Risk	Exposure arising from	Measurement
Credit risk	Cash and cash equivalents, trade receivables and other financial instruments, financial assets measured at amortised cost.	Ageing analysis Credit rating
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts
Market risk-foreign exchange	Future commercial transactions recognised financial assets and liabilities not denominated in Indian Rupees (INR)	Cash flow forecasting Sensitivity analysis
Market risk-security prices	Investments in equity securities	Sensitivity analysis

(A) Credit risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily trade receivables from customers other than government entities .These Trade receivables are typically unsecured and are derived from revenue earned from domestic and foreign customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess impairment loss or gain. the company uses a matrix to compute the expected credit loss allowance for trade receivable.

Credit risk management

Credit risk is managed on instrument basis. For Banks and financial institutions ,only high rated banks /institutions are accepted. For other financial instruments, the company assesses and maintains an internal credit rating system. The finance function consists of a separate team who assesses and maintain internal credit rating system. Internal credit rating is performed on a company level basis for each class of financial instrument with different characterstics.

VL1 : High-quality assets, negligible credit risk

VL2 : Quality assets, low credit risk

VL3 : Standard assets, moderate credit risk

VL4 : Sub-standard assets, relatively high credit risk

VL5 : Low-quality assets, very high credit risk

VL6 : Doubt full assets, credit-impaired

The company consideres the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of a default occuring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward- looking information. Especially the following indicators are incorporated:

1. Internal credit rating
2. External credit rating (as far as available)
3. Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet the obligation.
4. Actual or expected significant changes in the operating results of the borrower.
5. Significant increase in credit risk on other financial instruments of the same borrower
6. Significant changes in the value of the collateral supporting the obligation or in the quality of the third-party guarantees or credit enhancements.
7. Significant changes in the expected performance and behaviour of the borrower, including changes in the payment status of borrowers in the group and changes in the operating results of the borrower.
8. Macro economic information (such as regulatory changes, market interest rate or growth rate) is incorporated as part of the internal rating model.

In general , it is presumed that credit risk has significantly increased since intial recognition if the payments are more than 30 days past due.

A default on a financial asset is when the counterparty fails to make contractual payment within 180 days of when they fall due. This definition of default is determined by considering the business environment in which entity operates and other-economic factors.

(B) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, the company treasury maintains flexibility in funding by maintaining available under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the company. These limits vary by locations to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves, projecting cash flows in major currencies,considering the level of liquid assets necessary , monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period :

Particulars	31st March, 2026	31st March, 2025
Floating rate		
Expiring within one year (bank overdraft and other facilities)	Nil	Nil
Expiring beyond one year (bank loans)	Nil	Nil

(ii) Maturities of financial liabilities

The tables below analyse the group's financial liabilities into relevant maturity groupings based on their contractual maturities for :

1. All non-derivative financial liabilities and

2. Net and gross settled derivative financial intruments for which the contractual maturities are essential for an understanding of the timing of cash flows.

The amounts disclosed in the table are the contractual undiscounted cash flows.

INR in 'Lakhs'

Contractual maturities of financial liabilities	Upto 1 year	1 to 3 years	3 to 5 years	5 to 9 years	Total
31st March,2026					
Non derivatives					
Borrowings(including cash credits)	7,169.32	-	-	-	7,169.32
Trade payables	569.30	-	-	-	569.30
Other financial liabilities	2,096.97	-	-	-	2,096.97
Total non derivative liabilities	**9,835.59**	**-**	**-**	**-**	**9,835.59**
Derivatives (net settled)					
Foreign exchange forward contracts	-	-	-	-	-
Principal swap	-	-	-	-	-
Total derivative liabilities	**-**	**-**	**-**	**-**	**-**

INR in 'Lakhs'

Contractual maturities of financial liabilities 31st March,2025	Upto 1 year	1 to 3 years	3 to 5 years	5 to 9 years	Total
Non derivatives					
Borrowings(including cash credits)	6,192.24	0.33	-	-	6,192.57
Trade payables	665.98	-	-	-	665.98
Other financial liabilities	2,163.72	-	-	-	2,163.72
Total non derivative liabilities	**9,021.94**	**0.33**	**-**	**-**	**9,022.27**
Derivatives (net settled)					
Foreign exchange forward contracts	-	-	-	-	-
Principal swap	-	-	-	-	-
Total derivative liabilities	**-**	**-**	**-**	**-**	**-**

(C) Market Risk

The company is not an active investor in equity market. It continues to hold certain investments in equity for long term value accretion which are accordingly measured at fair value through other comprehensive income. Accordingly,fair value flustations arisng form market volatitlity is recognised in other comprehensive income.

(i) Foreign Currency Risk

The company's exposure to foreign currency risk & Derivative financial Instruments as on 31st March, 2026

The Company's foreign currency borrowing has been fully hedged through a Forward Exchange Contract entered into between the Company and State Bank of India (SBI). Accordingly, the Company is not exposed to any material risk arising from fluctuations in foreign exchange rates.

(ii) Cash flow and fair value interest rate risk

The company's main interest rate risk arises from long term borrowings with variable rates, which exposes the company to cash flow interest rate risk. Group policy is to maintain most of its borrowings at fixed and variable rate using interest rate swaps to achieve this when necessary.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Interest rate risk exposure

The exposure of the company's borrowing from banks and financial institutions to interest rate changes at the end of the reporting period are as follows:

(Rs. In Lakhs)

Particulars	31st March, 2026	31st March, 2025
Variable rate borrowings	7,147.85	5,760.17
Fixed rate borrowings	-	36.04

(iii) Price risk

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss.

Profit for the period would increase/ decrease as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would increase/decrease as a result of gains/losses on equity securities classified as fair value through other comprehensive income.

Note-35 : Capital Management

Risk management

The company's objectives when managing capital are to:

(a) safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

(b)maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return on capital to shareholders or issue new shares. The company monitors capital using gearing ratio, which is net debt divided by total Equity. Net debt comprises of long term and short term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. For relevant ratios please refer Note- 23 financial ratios.

Note -36

Nature and Purpose of Reserves Disclosed under Other Equity

Particulars	Purpose
General Reserve	General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.
Retained Earnings	Retained Earnings contains the balance of retained earnings to carry forward. It is fully distributable and shown as part of shareholders' reserves on the balance sheet.
Securities Premium Reserve	Securities Premium Reserve has been created for issue of equity shares.
Reserve for investments at Fair value through OCI	Fair value changes of equity instruments designated at Fair value through OCI
Capital Reserve	Capital reserves includes amalagamation reserve to be used for the specified purpose as per the scheme of arrangement.

Note -37

Covenants of Borrowings

(i) Details of Security

Particulars	Security Details
Leased assets financed	Secured by hypothication of respective fixed or movable assets with EMIs for 36 months.
1. Cash Credit facilities with SBI and PNB under consortium arrangement. 2. Foreign Currency Demand Loan (FCNRB-DL) from SBI.	**Primary Security:** Secured by way of hypothecation of the Company's entire current assets, including stocks of raw materials, finished goods, stock-in-process, consumables, stores, book debts and other current assets, both present and future, on a pari-passu basis with consortium banker. **Collateral Security:** First charge by way of equitable mortgage over the Company's factory land and building standing in the name of the Company and pledge of fixed deposits standing in the name of the Company having a face value of INR 200 lakhs, on a pari-passu basis with consortium member bank. **Other Security:** Personal guarantee of Director, Shri Rajesh Gadodia.

(iii) Use of Funds raised and statements submitted with Banks or Financial Institution

During the year under audit, the Company did not raise any fresh funds from banks for working capital requirements (Previous Year: INR nil Lakhs). Additionally, no funds were raised from any Non-Banking Financial Company (NBFC) for the acquisition of vehicles and heavy earth-moving equipment (Previous Year: INR nil Lakhs).

The Company has borrowing from banks or financial institutions on the basis of security of current assets,it shall confirm that the quarterly returns or statements of current assets filed by the company with banks or financial institutions are in agreement with the books of accounts.

Note -38 :

As per the requirements of Ind AS, the company has implemented / adopted the following policies and procedures for accounting:

i Componentisation.

As per prevailing practice, company compontises fixed assets as detailed in the Invoice. It does not have a separate componetisation policy. Accordingly, components identified (as mentioned above) are also depreciated based on the useful lives prescribed under Schedule-II (of the Companies Act.) for the main asset.

The company is in the process of identification of the major components significant to the total cost of the asset accordingly necessary requirements to be complied.

ii Stores and Spares

The company on purchases of stores and spares,if it relates to an item of PPE, the same are capitalised on the date of issue, and which are issued for revenue expenditure purpose, are charged to Profit & Loss Account on the date of consumption.

Note -39 : Expected Credit Loss

On the basis of historical information and findings from analysis of the trade receivables recovery pattern, it is expected that the trade receivables within three years are realizable, not doubtful. Hence the expected credit loss is calculated on the trade receivable falling under the age group of more than 3 years. For this purpose, an expected credit loss rate is taken into account considering the historical credit loss experience and is adjusted for forward-looking information.

Note -40 : Auditors' Remuneration

INR 'Lakhs'

Sl. No	Particulars	31st March 2026	31st March 2025
1	Statutory Audit Fees	16.50	16.50
2	Tax Audit Fees	3.50	3.50
3	Internal Audit Fees	2.00	2.00
	Total	**22.00**	**22.00**

Note -41 : Leases

Effective from April 01,2019, the company has applied Ind AS 116 ''Leases''. The standard is applied prospectively and the cumulative effect of applying this standard is recognised. The adoption of Ind AS 116 did not have any significant impact for the company.

Note -42 : Leasing Out of a Unit

The company has leased out, one of its undertaking having a sponge iron manufacturing facility situated in Bellary in the state of Karnataka, from the 1st day of December, 2022 On monthly rental. No other consideration is charged or received during the leasing process.

Note -43 : Corporate Social Responsibility (CSR) Activity

As per Section 135 of the Companies Act,2013 , a company, meeting the applicability threshold, need to spend at least 2% of its average net profit for the immediately preceeding 3 financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are promoting education, animal welfare , healthcare,promoting Sports,drinking & sanitation and for rural development projects. A CSR committee has been performed by the company as per Act. The funds were primarily allocated to a corpus and utilised throughout the year on these activities which are specified in Schedule VII of the Companies Act, 2013 :

INR 'Lakhs'

Sl. No	Particulars	31st March 2026	31st March 2025
i)	Amount required to be spent by the Company during the year.	48.16	74.67
ii)	Amount of Expenditure incured'	49.09	75.76
iii)	Shortfall at the end of the year	-	-
iv)	Total of previous year Shortfall	-	-
v)	Reason for Shortfall	NA	NA
vi)	Unspent CSR account balance towards ongoing projects *	-	-
vii)	Nature of CSR activities	Promoting education, Animal welfare, healthcare,promoting of sports, drinking & sanitation and for rural devlopment,	
viii)	Details of Related party transaction. e.g. contribution to a trust control by the Company in relation to CSR expenditure as per relevant Accounting Standard.	NA	NA
ix)	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision.	NA	NA

Note -44

Previous year figures have been regrouped and/or rearranged wherever necessary, confirming to current year. Figures in bracket represent previous year figure.

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

CONSOLIDATED FINANCIAL STATEMENTS

2025-26

Independent Auditor's Report

To the Members of Scan Steels Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Scan Steels Limited ("the Company") and its Associates, which comprise of the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and notes to the consolidated financial statements including, a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, based on the other financial information of the associates, as referred to in the "Other Matter" Paragraph, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its Associates as at March 31, 2026, and its consolidated profit including other comprehensive income, consolidated changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group, its Joint Ventures and Associates in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI), together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matter to be communicated in our report.

Sl.No.	Key audit Matter	Auditor's Response
1.	Application of **Ind AS 115 "Revenue from Contract with Customers")** involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognized over a period.	**Principal Audit Procedures** Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: ▪ Evaluated the design of internal controls relating to implementation of the new revenue accounting standard. ▪ Selected a sample of continuing and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. We carried out a combination of procedures involving enquiry and observation, reperformance and inspection of evidence in respect of operation of these controls.

	Disclosures which involve collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date. Refer Notes 1.5 and 1.7 to the Financial Statements.	▪ Tested the relevant information technology systems' access and change management controls relating to contracts and related information used in recording and disclosing revenue in accordance with the new revenue accounting standard. ▪ Selected a sample of continuing and new contracts and performed the following procedures: (a) Read, analyzed, and identified the distinct performance obligations in these contracts. (b) Compared these performance obligations with those identified and recorded by the Company. (c) Considered the terms of the contracts to determine the transaction including any variable consideration to verify the transaction price used to compute revenue and to test the basis of estimation of the variable consideration. (d) Sample in respect of revenue recorded for time and material contracts were tested using a combination of approved time sheets including customer acceptances, subsequent invoicing and historical trend of collections and disputes. (e) In respect of samples relating to fixed price contracts, progress towards satisfaction of performance obligation used to compute recorded revenue was verified with actual and estimated efforts from the time recording and budgeting systems. We also tested access and change to management controls relating to these systems. (f) Sample revenues disaggregated by type and service offering were tested with the performance obligations specified in the underlying contracts. ▪ Performed analytical procedures for the reasonableness of revenues disclosed by type of service offerings. ▪ Reviewed the collation of information and the logic of the report generated from the budgeting system used to prepare the disclosure relating to the periods over the remaining performance obligations that will be satisfied subsequent to the balance sheet date.
2	**Contingent Liabilities against litigation and claims** The company has material uncertain tax Contingent liability positions including matters under dispute which involves significant judgement to determining the possible outcome of this contingent liability. **Refer Note-26 to the Financial Statements.**	We have obtained an understanding of the company's internal instructions and procedures in respect of estimation and disclosure of contingent liabilities and adopted the following audit procedures: ▪ Understood and tested the design and operating effectiveness of control established by the management for obtaining all relevant information for pending litigation cases. ▪ Discussed with the management any material developments and latest status of legal matters.

		▪ Read various correspondences and related documents pertaining to litigation cases and relevant external legal opinions obtained by the management and performed various substantive procedures on calculation supporting the disclosure of contingent liabilities. ▪ Examined management's judgment and assessment those matters that are not disclosed as the probability of material outflow is considered to be remote. ▪ Reviewed the adequacy and completeness of disclosures. Based on the above procedures performed estimation and disclosure of contingent liabilities are considered to be adequate and reasonable.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis of Board's Report including Annexures to board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and Those charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, total comprehensive income, consolidated Statement of Changes in Equity and consolidated Statement of Cash Flows of the Group, its and Associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act.

The respective Board of Directors of the companies included in the Group, of its Associates are responsible for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group, its Associates 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

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

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

Auditor's 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 are 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group, its Associates which are companies incorporated in India, has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 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 Company 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 Associates 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.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditors' Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

The consolidated financial statements also include the Group's share of net profit (after tax) of Rs. 220.72 Lakhs in respect of two associate entities for the year ended March 31, 2026, as considered in the consolidated financial statements, whose financial statements / financial information have not been audited by us. These financial statements / financial information are audited by the other auditors and their reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates and our report in terms of sub-section (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associates, is based solely on such audited financial statements / financial information. For the purpose of Consolidated Financial Statements, the parent company has incorporated share of profit/(Loss) of these associate companies based on audited accounts being prepared on applicable Ind As.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, are not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit on the separate financial statements and on the other financial information of associates, as noted in "Other Matters" paragraph above, we report, to the extent applicable, that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company and its' associates so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.

   c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.

   e) On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

   f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure A"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.

   g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the bast of our information and according to the explanation given to us , the remuneration paid by the company to its directors during the year is in accordance with provision of section 197 of the Act.

   h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i. The Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements – Refer Note 26 to the consolidated financial statements.

      ii. The Company did not have any long-term contracts, including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. No dividend is declared or paid during the year and the previous year by the company. Hence compliance with Section 123 of the Companies Act is not applicable.

vi. Based on our examination, which included test checks, and that performed by the respective auditors of the Company, the company and its associates have used accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the company as per the statutory requirements for the record retention.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 ('the Order'/'CARO') issued by the Central Government in terms of Section 143(11) of the Act, and based on the information and explanations provided to us, we report that no qualifications or adverse remarks have been included by the auditors of the companies incorporated in the consolidated financial statements. The CARO reports for these component companies are available and have been duly considered in the preparation of this report.

Sr. No	Name of the Company	CIN	Relationship
1	Rpsg Agro Commodity Private Limited	U15490OR2022PTC039159	Associate
2	Shristi Resorts and Multiplex Private Limited	U55101WB2005PTC139892	Associate

For Das Pattnaik & Co
Chartered Accountants
Firm Regd. No-321097E

Sd/-
Debashis Pattnaik
Partner
M.No:- 316339

May 15, 2026
Bhubaneswar
UDIN: 26316339XHLBWW1642

Annexure -A to the Independent Auditor's Report

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Scan Steels Limited ("the Company") and its associates as of March 31, 2026 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company and its associates considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's and its associate's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, (the 'Standards') issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company and its associate's have, in all material respects, an adequate internal financial controls system over financial reporting, and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the criteria internal control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other Matter

Our aforesaid reports under section 143(3) of the Act on the adequacy and operating effectiveness of the internal financial control with reference to financial statements insofar as it relates to 2 associates, is based on the corresponding standalone reports of the auditors, as applicable, of such companies incorporated in India.

Our opinion is not modified in respect of this matter.

For Das Pattnaik & Co
Chartered Accountants
Firm Regd. No-321097E

Sd/-
Debashis Pattnaik
Partner
M.No:- 316339

May 15, 2026
Bhubaneswar
UDIN: 26316339XHLBWW1642

Consolidated Balance Sheet as at 31st March' 2026

Particulars	Notes	31st March'2026 INR 'Lakhs'	31st March'2025 INR 'Lakhs'
I. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipments	2	25,110.23	26,354.95
(b) Capital work-in-progress	2	4,120.59	2,015.02
(c) Other Intangible Assets	2	3.64	0.77
(d) Financial Assets			
(i) Investments	3	4,537.03	2,622.17
(ii) Loans		-	-
(iii) Other Financial Assets	4	1,795.23	1,989.47
(e) Other non-current Assets	5(i)	2,465.35	2,476.29
(f) Deferred Tax Assets (Net)		-	-
2. Current Assets			
a. Inventories	7	16,811.80	16,760.69
b. Financial Assets			
(i) Investments		-	-
(ii) Trade Receivables	8	2,110.09	1,098.67
(iii) Cash & Bank balances	9	451.26	976.58
(iv) Other Financial Assets		-	-
c. Other Current Assets	5(ii)	3,497.69	3,627.84
TOTAL		**60,902.91**	**57,922.45**
II. EQUITY AND LIABILITIES			
1. Equity			
a. Equity Share Capital	10	5,860.23	5,860.23
b. Instruments entirely equity in nature		204.21	-
c. Other Equity	11	38,808.77	36,436.11
2. Non-Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	12(i)	-	0.33
(ii) Trade Payables		-	-
(iii) Other Financial Liabilities		-	-
b. Provisions		-	-
c. Deferred Tax Liabilities (Net)	6	3,369.90	3,462.71
d. Other Non-Current Liabilities		-	-
3. Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	12(ii)	7,169.32	6,192.24
(ii) Trade Payables	13		
a. Total Outstanding Dues of micro and small enterprises		37.86	32.29
b. Total Outstanding Dues of creditors other than micro and small enterprises		531.44	633.70
(iii) Other Financial Liabilities	14	2,096.97	2,163.72
b. Provisions		767.62	677.00
c. Other Current Liabilities	15	2,056.59	2,464.12
TOTAL		**60,902.91**	**57,922.45**
The accompanying notes form an integral part of the consolidated financial statements	1 to 44		
As per our report of even date attached			

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Consolidated Statement of Profit and Loss 31st March' 2026

Particulars	Notes	Year ended 31st March, 2026 INR 'Lakhs'	Year ended 31st March, 2025 INR 'Lakhs'
Income			
I. Revenue from Operations	16	83,825.63	78,919.93
II. Other Incomes	17	162.49	460.89
III. Total Income		**83,988.12**	**79,380.82**
IV. Expenses			
(a) Cost of Raw Materials Consumed	18	53,691.10	49,728.36
(b) Purchases of Stock in Trade		8,635.46	633.49
(c) Change in Inventory (Increase) /Decrease	19	(2,567.96)	4,743.77
(d) Employee Benefit Expenses	20	4,009.23	3,745.86
(e) Finance Cost	21	846.74	818.55
(f) Depreciation and Amortization	2	1,572.59	1,569.37
(g) Other Expenses	22	15,148.35	15,532.63
Total Expenses		**81,335.51**	**76,772.04**
V. Profit Before exceptional and extra ordinary items and tax		**2,652.61**	**2,608.78**
Exceptional items		-	-
VI. Profit before extraordinary items and tax		2,652.61	2,608.78
VII. Extraordinary items		**-**	**-**
VIII. Share Of Profit/ (Loss) of Associates		**220.72**	**204.71**
VIII. Profit before Taxes		**2,873.33**	**2,813.49**
IX. Taxes Expenses			
(a)Current Tax		767.62	677.00
(b)Deferred Tax		(92.81)	(28.62)
(c) Income tax / Others for earlier years		(2.73)	(0.09)
Total Tax Expenses		**672.08**	**648.29**
X. Profit (Loss) for the Year		**2,201.25**	**2,165.20**
XI. Other Comprehensive Income			
(i) Items that will not be reclassified subsequently to profit or loss :			
(a) Changes in investments in equity shares carried at FVTOCI		(20.74)	(160.98)
(b) Income tax effect		-	-
(ii) Items that will be reclassified subsequently to profit or loss :			
(a) Re-measurement of defined employee benefit plans		-	-
(b) Fair Valuation of Commodity /Derivative instruments		-	-
(c) Income tax effect		-	-
XII. Total Other comprehensive Income after tax		**(20.74)**	**(160.98)**
XIII. Total comprehensive income for the period		**2,180.51**	**2,004.22**
XIV. Earnings per equity share:			
(1) Basic	24	3.76	3.69
(2) Diluted		3.71	3.69

The accompanying notes form an integral part of the consolidated financial statements
As per our report of even date attached.

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-	**Sd/-**
Ankur Madaan	**Praveen Kumar Patro**
Director	Director
DIN: - 07002199	DIN: - 02469361
Sd/-	**Sd/-**
Prabir Kumar Das	**Kalyan Kiran Mishra**
Company Secretary	Chief Financial Officer

Audited Consolidated Statement Of Cash Flows for the Year Ended 31st March, 2026

(Rupees in INR' Lakhs)

	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
(A)	**Operating Activities**		
	Profit/(loss) for the period from continuing operations	2,201.25	2,165.20
	Profit/(loss) for the period from discontinuing operations	-	-
	Profit for the period	**2,201.25**	**2,165.20**
	Income tax expenses recognised in profit or loss	764.89	676.91
	Deferred tax expenses during the year	(92.81)	(28.62)
	Profit before tax	2,873.33	2,813.49
	Adjustments for		
	Depreciation and Amortisation	1,572.59	1,569.37
	Loss/(Gain) on Sale of Property,plant and equipment and Shares	(0.08)	7.79
	Interest Income	(117.80)	(139.21)
	Unrealised profit/(loss) from associates	(220.72)	(199.43)
	Profit /(loss) on sale of shares	(39.58)	(299.28)
	Interest Paid	846.74	818.55
	Allowance for Credit Loss (Exp)	3.26	8.22
	(Profit)/loss on Partnership firm	(4.34)	10.19
	Dividend Income	(0.48)	(0.42)
	Other Income	(0.21)	(27.25)
	Operating profit / (loss) before working capital changes	**4,912.71**	**4,562.03**
	Working capital adjustments:		
	Increase/(decrease) in Short-term Borrowings	977.08	(5,118.81)
	Increase/(decrease) in Trade payables	(96.50)	130.26
	Increase/(Decrease) in Other current financial liabilities	(66.75)	(469.18)
	Increase/(decrease) in Other current liabilities	(407.53)	1,113.39
	Increase/(decrease) in Provisions	93.35	-
	Decrease/(increase) in Trade receivables	(1,014.69)	1,395.75
	Decrease/(increase) in Inventories	(51.11)	795.24
	Decrease/(increase) in Other current assets	121.58	(1,187.42)
	Cash generated from Operations	**4,468.16**	**1,221.25**
	Income taxes paid	(759.05)	(521.80)
	NET CASH INFLOW FROM OPERATING ACTIVITIES (A)	**3,709.11**	**699.46**
(B)	**Investing Activities**		
	Purchase of property, plant and equipment	(2,437.44)	(1,926.57)
	Proceeds from Sale of Property,Plant and equipment	1.20	3.39
	Proceeds from Sale of Mutual Fund	271.62	1,121.57
	Proceeds from Sale of Equity Share	40.13	-
	Purchase of Mutual Fund	(60.00)	(120.00)
	Purchase of Equity Shares	(8.20)	(402.84)
	Investment in Partnership Firm	(4.00)	-
	Investment In Associates - Body Corp.(Share Application Money)	(1,910.50)	-
	Interest received (finance income)	117.80	139.21
	Dividend received (finance income)	0.48	0.42
	Movement in Other Non-currrent financial assets	194.24	(141.15)
	Movement in Other Non-currrent assets	10.94	(176.52)
	NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)	**(3,783.73)**	**(1,502.50)**

Audited Consolidated Statement Of Cash Flows for the Year Ended 31st March, 2026 (contd.)

(Rupees in INR' Lakhs)

	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
(C)	**Financing Activities**		
	Interest paid	(846.74)	(818.55)
	Conversion of NCRPS into OCRPS	396.36	-
	Proceeds / (Repayment) of Borrowings	(0.32)	(580.38)
	Proceeds / (Repayment) of Issue Of shares	-	-
	NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES (C)	**(450.70)**	**(1,398.93)**
	Net Foreign exchange difference	-	-
	Net increase (decrease) in cash and cash equivalents (A+B+C)	**(525.32)**	**(2,201.97)**
	Cash and cash equivalents at the beginning of the year	976.58	3,178.55
	Cash and cash equivalents at year end	**451.26**	**976.58**

Accounting Policy

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effect of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

The accompanying notes form an integral part of the Consolidated financial statements

As per our report of even date attached.

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Statement of Changes in Equity

a. Equity Share Capital

i) Current reporting period As at 31st March, 2026 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in Equity Share Capital due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in equity share capital during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
586.02	5,860.23	-	-	586.02	5,860.23	-	-	586.02	5,860.23

ii) Previous reporting period As at 31st March, 2025 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in Equity Share Capital due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in equity share capital during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
523.52	5,860.23	-	-	523.52	5,860.23	62.50	-	586.02	5,860.23

b. Any other instrument entirely equity in nature- Optionally Convertible Redeemable Preference Shares(OCRPS)

i) Current reporting period As at 31st March, 2026 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in [instrument-OCRPS] due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in [Instrument-OCRPS] during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
-	-	-	-	-	-	20.42	204.21	20.42	204.21

ii) Previous reporting period As at 31st March, 2025 — Amount INR' Lakhs'

Balance at the beginning of the current reporting period		Changes in [instrument-OCRPS] due to prior period errors		Restated balance at the beginning of the current reporting period		Changes in [Instrument-OCRPS] during the current year		Balance at the end of the current reporting period	
Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs	Nos. of Shares	Amount INR' Lakhs
62.50	625.00	-	-	62.50	625.00	(62.50)	(625.00)	-	-

Statement of Changes in Equity for the year ended 31st March , 2026

c. Other Equity

Amount INR' Lakhs'

Particulars	Attributable to owners of Scan Steels Limited							
	Equity component of compound financial instruments	Reserves and surplus			Other reserves			Total Other Equity
		General Reserves	Securities Premium	Retained Earnings	Capital Reserves	FVOCI-equity investments	Reserves for Commodity Derivatives	
Balance at 1st April 2025	**-**	**1,344.12**	**20,642.42**	**13,878.97**	**554.73**	**15.87**	**-**	**36,436.11**
Profit for the year	-	-	-	2,201.25	-	-	-	2,201.25
Other comprehensive income	-	-	-	-	-	(20.74)	-	(20.74)
Security Premium			192.15					192.15
Less : Income Tax Provision On OCI						-		-
Total comprehensive income for the year	**-**	**1,344.12**	**20,834.57**	**16,080.22**	**554.73**	**(4.86)**	**-**	**38,808.77**
Deferred hedging gains/(losses) and costs of hedging transferred to the carrying value of inventory purchased in the year	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	-	-	-	-	-	-	-	-
Issue of equity shares	-	-		-	-	-	-	-
Dividends paid	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-
Balance at 31st March 2026	**-**	**1,344.12**	**20,834.57**	**16,080.22**	**554.73**	**(4.86)**	**-**	**38,808.77**

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-	**Sd/-**
Ankur Madaan	**Praveen Kumar Patro**
Director	Director
DIN: - 07002199	DIN: - 02469361
Sd/-	**Sd/-**
Prabir Kumar Das	**Kalyan Kiran Mishra**
Company Secretary	Chief Financial Officer

Statement of Changes in Equity for the year ended 31st March , 2025

Other Equity — Amount INR' Lakhs'

Particulars	Attributable to owners of Scan Steels Limited							
	Equity component of compound financial instruments	Reserves and surplus			Other reserves			Total Other Equity
		General Reserves	Securities Premium	Retained Earnings	Capital Reserves	FVOCI-equity investments	Reserves for Commodity Derivatives	
Balance at 1st April 2024	**-**	**1,344.12**	**20,642.42**	**11,713.77**	**554.73**	**176.85**	**-**	**34,431.89**
Profit for the year / Adjustment	-	-	-	2,165.20	-		-	2,165.20
Other comprehensive income/ Adjustment	-	-	-	-	-	(160.98)	-	(160.98)
Total comprehensive income for the year	**-**	**1,344.12**	**20,642.42**	**13,878.97**	**554.73**	**15.87**	**-**	**36,436.09**
Deferred hedging gains/(losses) and costs of hedging transferred to the carrying value of inventory purchased in the year	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Issue of equity shares	-	-		-	-		-	-
Dividends paid	-	-	-	-	-	-	-	-
Other adjustments	-	-		-	-		-	-
Balance at 31st March 2025	**-**	**1,344.12**	**20,642.42**	**13,878.97**	**554.73**	**15.87**	**-**	**36,436.09**

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

2025-26

Notes forming part of Consolidated Financial Statements

Note -1 MATERIAL ACCOUNTING POLICIES

1.1 Company Overview

M/s Scan Steels Limited is a public limited company domiciled in Maharastra, India. The company has its listings on the BSE Limited in India. The company is engaged in manufacturing of steel products and in generation of power for captive consumption.

1.2 Basis of Preparation

(i) Compliance with Ind AS :

The consolidated financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

(ii) Historical Cost Convention :

The financial statements have been prepared and presented on accrual basis and under the historical cost convention, except for the following:

a) certain financial assets and liabilities and contingent consideration that is measured at fair value;

b) Assets held for sale – measured at fair value less cost to sell;

c) Defined benefit plans – plan assets measured at fair value; and share-based payments.

As the year end figures taken from the source and rounded to nearest digits,the figures reported for the previous quarters might not always add up to the year end figures reported in this statement.

(iii) Basis of consolidation:

Associates are those companies over which the Company has the ability to exercise significant influence on the financial and operating policy decisions, which it does not control. Generally, significant influence is presumed to exist when the company holds more than 20% of the voting rights. Joint arrangements, which include joint ventures and joint operations, are those over whose activities the Company has joint control, typically under a contractual arrangement.

The investment is accounted for under the equity method and therefore recognised at cost at the date of acquisition and subsequently adjusted for the Group's share in undistributed earnings or losses since acquisition, less any impairment incurred. When the Group's share of losses exceeds the carrying value of such investments, the carrying value will be reduced to Nil and recognition of future losses is discontinued, except to the extent that the Group has incurred obligation in respect of the associate/ joint venture.

1.3 Use of Estimates :

(i) The preparation of the financial statements are in conformity with Indian Accounting Standards (Ind AS) that requires management to make judgment estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and disclosures relating to contingent liabilities as at the end of the reporting period.

(ii) Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the consolidated financial statements.

(iii) Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact and that are believed to be reasonable under the circumstances.

1.4 Property, Plant and Equipment, Intangible Assets and Capital Work-in-Progress

i. Property, Plant and Equipment

a) Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

b) The whole of the finance charges paid on assets acquired under Hire Purchase Scheme are considered as "Unmatured finance charges" under the head "Other Current Assets" in the Balance sheet. Subsequently, at the end of the year the portion of finance charges is transferred to profit & loss account on the basis of the number of instalments due during the year.

ii Depreciation methods, Estimated useful lives and Residual value

a) Depreciation is provided on the straight line method applying the useful lives as prescribed in part C of Schedule II to the Companies Act, 2013.

b) Depreciation on assets purchased/acquired during the year is charged from the date of purchase of the assets.

c) An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

d) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

iii. Intangible Assets :

a) Intangible assets are recorded at the consideration paid for acquisition of such assets and claimed at cost less accummulated amortization and impairment.

b) Amortisation methods and periods

The entity amortises intangible assets with a definite useful life using the straight-line method.

iv. Capital Work-in-Progress

Capital Work-In-Progress comprises of the cost of Fixed Assets that are not yet ready for their intended use at the reporting date.

1.5 Financial Instruments

Initial Recoginition

Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instruments. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities(other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets or financial liability. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in Statement of profit and loss.

Subsequent Recognition

i. Financial Assets

a) Measured at amortised cost:

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

b) Measured at fair value through other comprehensive income:

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates to cash flow that are solely payments of pricipal and interest on the principal amount outstanding and selling financial assets.

c) Measured at fair value through profit or loss:

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or fair value through other comprehensive income on initial recognition.

d) Equity instruments:

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments are recognised at the proceeds received net off direct issue cost.

Investment in quoted equity instruments are measured at fair value through other comprehensive income on the basis active bid market prices and accordingly the changes in fair value has been recognised in the retained earnings as at the date of transiton and subsequently in the Other Comprehensive income.

ii. Financial Liabilities

a) Financial liabilities are measured at amortised cost using effective interest method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

b) Interest bearing loans and borrowings are subsequently measured at amortised cost using effective interest rate method.Gain and losses recognised in profit and loss when the liabilities are derecognised.

iii De-Recoginition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires. The entity transfers the difference between the carrying amount of Financial Liability (Bank Loan) and the consideration paid in full settlement to wave off the loan to profit and loss account.

1.6 Inventories :

Raw materials,Stores and Spares,Semi-finsihed Goods, Traded and Finished Goods

a) Raw materials, components and stores & spares are valued at cost following FIFO method. Cost includes purchase price, freight, handling charges and other directly attributable costs to bring the material to its present location and are net of duties and taxes wherever applicable.

b) Semi-finished goods, finished goods and traded goods are valued at lower of cost or Net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on average cost of production.

c) Cost of finished goods inside the plant is exclusive of GST

d) Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

1.7 Cash and Cash Equivalents :

For the purpose of presentation in the statement of financial statements, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

1.8 Contributed Equity :

a. Equity shares are classified as equity.

b. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

1.9 Borrowings :

i. Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

ii. During the previous financial year 2024–25, preference shares that were mandatorily redeemable on a specified date were classified as Non-Current Financial Liabilities under “Note 12 – Borrowings”.

iii. Borrowings are withdrawn from the balance sheet when obligations specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in Statement of profit and loss as other gains/(losses).

iv. Borrowings are classified as current liabilities unless the entity has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current and if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

1.10 Trade and Other Payables :

These amounts represent liabilities for goods and services provided to the entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 90 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

1.11 Provisions & Contingent Liabilities:

a. A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. Contingent assets are not recognized.

b. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

c. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.The measurement of provision for restructuring includes only direct expenditures arising from the restructuring, which are both necessarily entailed by the restructuring and not associated with the ongoing activities of the entity.

1.12 Income Tax :

i. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

ii. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation.

iii. Current income tax expense comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961.

iv. Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

v. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

vi. Deferred tax assets and liabilities are set off when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are set off where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

vii. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

1.13 Revenue Recognition :

i. Revenue is measured at fair value of consideration received or receivable. Amount disclosed as revenue are net of returns, trade allowances, rebates, Goods and services tax and amounts collected on behalf of third parties.

ii. It recognises revenue when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the company.

iii. The company adopts the following criteria for recognizing the revenue:-

a) Sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods.

b) Sale of stock in trade is recognized when the goods are dispatched to the customers.

1.14 Purchases :

Purchase of materials is recognized on dispatch of such goods by the suppliers based on certainty of receipt of such goods at the factory. It is shown net of GST credit wherever applicable.

1.15 Employee Benefits :

(i) Implementation of new labour code:

The Government of India, on 21 November 2025, notified four Labour Codes – the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the 'The Labour Codes') consolidating 29 existing labour legislations. Whilst the New Labour Codes are effective from 21st November, 2025, the related Rules to respective Labour Codes are yet to be notified. The Company has implemented the financial implications of these changes in respect of gratuity and necessary accounting has been made in the books of accounts.

(ii) Short-term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

All Short term employee benefits such as salaries, incentives, special award, medical benefits which fall due within 12 months of the period in which the employee renders related services, which entitles him to avail such benefits and non accumulating compensated absences (like maternity leave and sick leave) are recognized on an undiscounted basis and charged to Statement of Profit and loss.

(iii) Post-employment obligations

The entity operates the following post-employment schemes:

(a) defined benefit plans such as gratuity,Superannuation; and

(b) defined contribution plans such as provident fund.

Provident fund obligations

Contribution to the provident fund, which is a defined contribution plan, made to the Regional Provident Fund Commissioner is charged to the Statement of Profit and loss on accrual basis.

Gratuity and Superannuation obligations

The company has not made any provision with regard to gratuity and superannuation benefits on actuarial basis in compliance to the provisions laid in accounting standard on accounting for retirement benefits. However the company has taken a group gratuity policy with life insurance corporation of india in respect of retirement benefits of its employees,the annual premium of whihc is charged to the Statement of Profit and Loss.

(iv) Bonus plans

The entity recognises a liability and an expense for bonus. It recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

1.16 Borrowing Costs :

a) General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

b) Other borrowing costs are expensed in the period in which they are incurred.

1.17 Segment Reporting :

(i) The Company is primarily engaged in the business of manufacturing of steel.

(ii) The company's products are dispatched from plants located at Rajgangpur (Odisha) to various parts of the country and considering the customer base which is wide spread all over the country, no such geographical differentiation can be done for presenting the information.

1.18 Reserves:

(i) General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.

(ii) Securities Premium: Amount received in excess of the face value of shares issued. This reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

(iii) Capital Reserve: Represents the surplus arising from capital transactions such as forfeiture of shares, revaluation of assets,subsidies and gains on sale of fixed assets.

(iv) Reserve for Investments at Fair Value through OCI: Comprises the cumulative gains and losses arising from changes in the fair value of equity instruments designated through OCI.

(v) Retained Earnings: Accumulated profits after tax, adjusted for dividends, transfers to reserves, and other appropriations.

1.19 Rounding of Amounts :

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated. Also the figures of additions and/or substractions have been rounded up/off autometically for reporting at INR in lakhs.

NOTE - 1B: MATERIAL ACCOUNTING ESTIMATES & JUDGEMENTS

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. These include recognition and measurement of financial instruments, estimates of useful lives and residual value of Property, Plant and Equipment and Intangible Assets, valuation of inventories, measurement of recoverable amounts of cash-generating units, measurement of employee benefits, actuarial assumptions, provisions etc.

Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The Company continually evaluates these estimates and assumptions based on the most recently available information. Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

A. JUDGEMENTS

In the process of applying the company's accounting policies, management has made the following judgements, which have the significant effect on the amounts recognised in the financial statements:

Materiality

Ind AS requires assessment of materiality by the Company for accounting and disclosure of various transactions in the financial statements. Accordingly, the Company assesses materiality limits for various items for accounting and disclosures and follows on a consistent basis. Overall materiality is also assessed based on various financial parameters such as Gross Block of assets, Net Block of Assets, Total Assets, Revenue and Profit Before Tax. The materiality limits are reviewed and approved by the Board.

Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

B. ESTIMATES AND ASSUMPTIONS

The key assumptions concerning the future and other key sources of estimation at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

Income Taxes

The Company uses estimates and judgements based on the relevant facts, circumstances, present and past experience, rulings, and new pronouncements while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Note-2: Property, Plant and Equipment

Particulars	Land #	Freehold Buildings	Furniture, Fittings and Equipment	Plant and Machinery	Total	Capital Work-in-Progress	Intangible Assets
	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'	INR 'Lakhs'
Gross Carrying Amount (Deemed Cost) At 1st April, 2025	4,063.54	11,231.40	48.60	34,726.27	50,069.82	2,015.01	6.77
Additions during the year	-	8.97	-	318.28	327.25	2,105.57	4.60
Exchange differences	-	-	-	-	-	-	-
Disposals/Deletions during the year	-	-	-	(21.63)	(21.63)	-	-
Gross Carrying Amount(Deemed Cost) At 31st March, 2026	**4,063.54**	**11,240.37**	**48.60**	**35,022.92**	**50,375.43**	**4,120.59**	**11.37**
Accummulated Depreciation and Impairment							
At 1st April, 2025	-	4,591.29	44.43	19,079.15	23,714.87	-	6.01
Depreciation for the year	-	341.89	1.05	1,227.92	1,570.86	-	1.73
Disposals/Deletions during the year	-	-	-	(20.53)	(20.53)	-	-
Accummulated Depreciation and Impairment At 31st March, 2026	**-**	**4,933.18**	**45.49**	**20,286.54**	**25,265.20**	**-**	**7.73**
Net Book Value							
At 31st March, 2026	4,063.54	6,307.20	3.11	14,736.38	25,110.23	4,120.59	3.64
At 31st March, 2025	4,063.54	6,640.12	4.17	15,647.12	26,354.95	2,015.01	0.77
Depreciation and Amortization							
During the Current Year	-	341.89	1.05	1,227.92	1,570.86	-	1.73
During the Previous Year	-	341.82	1.05	1,226.16	1,569.04	-	0.33

Net Book Value	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Property,Plant and Equipment	25,110.23	26,354.95
Capital Work-in-progress	4,120.59	2,015.01
Intangible Assets	3.64	0.77

Aging of Capital Work in Progress : Aging Schedule for the year ended

Capital Work in Progress (CWIP)	Amount of CWIP/IAuD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress (as at 31st March, 2026)	2,103.40	2,015.01	2.17	-	4,120.59
As at 31st March 2025	2,012.84	2.17	-	-	2,015.01

#a) Freehold land of 0.24 Acres situated in village Laing, Sundergarh, Odisha of which a valid registered sale deed is in the name of M/s. Shristi Ispat Limited, the company which was merged into this company during 2005.

b) Land of 24.820 Acres occupied by the company situated in Village-Kudithini, Bellary, Karnataka, on long term lease basis.

c) Land area of Ac 1.780 dec occupied by the company situated in Village-Laing & Rajgangpur, Sundergarh, Odisha, on long term lease basis. These lease deed has been executed between the Governor of Odisha represented by the Collector, Sundergarh and the company M/s Shristi Ispat Limited (subsequently merged in to this company during the year 2005).

d) Land of 40.780 Acres occupied by the company situated in Village-Dhamakpur, Laing,Budhakata and Baibai on short-term lease basis. Hence the company has opted exemption from applicability of Ind AS-116, “”Leases”” for the speciifed land due to short-term lease.

Note-3: Investments

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
A. Investments carried at fair value through OCI (FVOCI)		
I. Investment in Equity Instrument (Fully Paid up)		
a. Quoted Shares	4.47	36.03
II. Investment in Mutual Fund (Mark to Market)	-	193.13
III. Investment In Partnership Firm *	193.86	189.52
B. Investments Carried at Cost		
Unquoted Shares		
I. Investment In Other Body Corp.	822.81	822.81
II. Investment In Associates - Body Corp.	1,601.40	1,380.68
III. Investment In LLP.	4.00	-
IV. Investment in Equity pending allotment**	1,910.50	-
Total	**4,537.03**	**2,622.17**
Aggregate cost price of quoted shares	9.33	42.71
* Investment in partnership firm shown as adjusted figure of partners' current account balance.		

Scan Steels Ltd has made an investment in Bindals Sponnge Industries Ltd and has also remitted ₹ **19,10,50,000 towards investment in equity. The shares are proposed to be allotted in the subsequent financial year 2026–27. Accordingly, the said amount has been presently classified and disclosed under **"Investment in Equity pending allotment"** in the financial statements.

A. Investments carried at fair value through OCI (FVOCI) (fully paid)		
I. Investment in Equity Instrument (Fully paid up)		
a. Quoted Shares		
28366 nos equity shares of PFL Infotech Ltd.	1.32	3.00
(31st March, 2025:31474 Nos)		
55389 nos equity shares of Polytex India Limited.	3.15	3.23
(31st March, 2025:55449 Nos)		
0 nos equity shares of INOXWIND.	-	2.22
(31st March, 2025: 1400 nos)		
0 nos equity shares of NETWORK NSE	-	2.25
(31st March, 2025: 5000 nos)		
0 nos equity shares of NTPC.	-	2.53
(31st March, 2025: 700 nos)		
0 nos equity shares of Hindustan Zinc.	-	3.36
(31st March, 2025: 750 nos)		
0 nos equity shares of DLF	-	2.75
(31st March, 2025: 400 nos)		
0 nos equity shares of EPACK	-	2.07
(31st March, 2025: 590 nos)		
0 nos equity shares of JP POWER	-	2.90
(31st March, 2025: 20000 nos)		
0 nos equity shares of JSW ENERGY	-	3.29

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(31st March,2025: 600 nos)		
0 nos equity shares of NUVAMA	-	3.64
(31st March,2025: 60 nos)		
0 nos equity shares of SPICEJET LTD	-	1.58
(31st March,2025: 3500 nos)		
0 nos equity shares of TATA MOTORS	-	3.21
(31st March,2025: 480 nos)		
Sub-Total	**4.47**	**36.03**
III. Investment In Partnership Firm		
RAR Ispat LLP*	193.86	189.52
Sub-Total	**193.86**	**189.52**
*As the company Scan Steels Ltd. is one of the Partner having 50% share of profit/(loss) and the original share of Capital Contribution is ₹ 200 lakhs		
B. Investments Carried at Cost		
Unquoted Shares		
I. Investment In Other Body Corp.		
4360 nos equity shares of Millenium Cybertech Limited.	0.05	0.05
(31st March, 2025:4360 Nos)		
25363 nos equity shares of Matra Realty Limited.	0.08	0.08
(31st March, 2025:25363 Nos)		
369481 nos equity shares of Globus Corporation Limited.	0.48	0.48
(31st March, 2025: 369481 nos)		
41,54,000 nos of Equity Shares ₹ 10/- each of Karma Re-Rollers Private limited.	822.20	822.20
(31st March, 2025:41,54,000 Nos)		
Sub-Total	**822.81**	**822.81**
II. Investment In Associates - Body Corp.		
3001500 nos of equity shares at face value of ₹ 10/- each RPSG Agro Commodity Pvt. Ltd.	300.15	300.15
(31st March, 2025: 3001500 nos)		
1707699 nos of equity shares at face value of ₹ 10/- each Shrishti Resorts & Multiplex Pvt. Ltd.	543.39	543.39
(31st March, 2025: 1707699 nos)		
Sub-Total	**843.54**	**843.54**
III. Investment In LLP.		
Scan Green Energy LLP	4.00	-
Sub-Total	**4.00**	**-**
IV. Investment in Equity pending allotment		
Bindals Sponnge Industries Ltd.	1,910.50	-
Sub-Total	**1,910.50**	

Note-4: Other Financial Assets

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Security Deposits	1,501.90	1,713.70
Other bank balances*	293.34	275.77
Sub-Total	**1,795.23**	**1,989.47**
***Details of other balances with banks**		
Other bank balances consist of the following:		
Earmarked Balances with Banks		
Term Deposits with Bank	3.61	67.61
Margin money,guarantee and security with banks	260.00	196.00
Accrued Interest on Fixed Deposits & Others	29.73	12.16
Total	**293.34**	**275.77**

*Margin money in the form of fixed deposits amounting to INR 60 lakhs (PY INR 60 lakhs), having a maturity period of more than 12 months, has been earmarked for issuance of Bank Guarantee. Further, fixed deposits with a face value of INR 200 lakhs (PY INR 136 lakhs) are held as collateral/security with the lead bank, State Bank of India, on behalf of consortium member banks.

Note-5: Other Assets

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(i) Non-Current		
Advance against Property	1,882.16	1,881.79
Other Long term Loan & Advances	162.02	162.02
Balances with Government Authorities	421.17	432.45
Unmatured Financial Charges	-	0.04
Sub-Total	**2,465.35**	**2,476.29**
(ii) Current		
Advance to Suppliers	2,162.80	1,779.28
Advance for Expenses & others	381.39	406.73
Balances with Government Authorities	881.44	1,379.92
Other Short term Loan & Advances	23.76	-
Prepaid Expenses	48.29	59.71
Unmatured Financial Charges	-	2.19
Sub-Total	**3,497.69**	**3,627.84**
Total	**5,963.03**	**6,104.13**

Note-6: Deferred tax assets/(liabilities)(net)

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
(i) Opening balance	**(3,462.71)**	**(3,491.33)**
(ii) Closing balance		
Property,Plant and Equipment and Intangible Assets	(3,369.90)	(3,462.71)
Allowance/Disallowances of expenses	-	-
Sub- Total	**(3,369.90)**	**(3,462.71)**
(iii) Transfer to Statement of profit and loss(ii-i)	**92.81**	**28.62**

Note-7: Inventories

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Raw Materials	11,703.74	14,297.34
Semi-finished goods	1,315.03	75.01
Finished Goods-Manufacturing	3,245.99	1,981.10
Stock-in-trade	72.32	9.28
Stores,spares and consumables	474.72	397.97
Total	**16,811.80**	**16,760.69**

Note 8: Trade Receivables

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Unsecured,considered good		
Debtors More than Six Months	221.45	298.20
Others	1,913.19	821.76
Total	**2,134.65**	**1,119.96**
Less: Allowances for Credit Loss (Note-39)	24.56	21.29
Total	**2,110.09**	**1,098.67**

No trade receivables or other receivables are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner or a director. The amount due from firms / private companies as mentioned above are to the tune of current Year INR Nil, Prev Year INR Nil.

Trade receivables are non-interest bearing and are generally on terms of 15 to 20 days.

Trade Receivables aging schedule for the year ended as on 31st March, 2026 and 31st March, 2025

Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
Undisputed Trade Receivables-considered good	-	1,913.19	26.90	53.23	18.54	80.99	2,092.85
As at 31st March, 2025	-	821.76	158.53	18.74	14.47	64.87	1,078.37
Undisputed trade Receivables-credit impaired	-	-	-	-	-	41.79	41.79
As at 31st March, 2025	-	-	-	-	-	41.59	41.59
Disputed Trade Receivables-considered good	-	-	-	-	-		-
As at 31st March, 2025	-	-	-	-	-		-
Total Trade Receivables	-	1,913.19	26.90	53.23	18.54	122.78	2,134.65
Less: Allowances for Credit Loss						24.56	24.56
Net Trade Receivables as at 31st March, 2026		**1,913.19**	**26.90**	**53.23**	**18.54**	**98.23**	**2,110.09**
As at 31st March, 2025	-	821.76	158.53	18.74	14.47	106.47	1,119.96
Less: Allowances for Credit Loss	-	-	-	-	-	21.29	21.29
Net Trade Receivables 31st March, 2025		**821.76**	**158.53**	**18.74**	**14.47**	**85.17**	**1,098.67**

Note-9: Cash and Bank Balances

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Balances with banks		
In Current Accounts	13.45	610.84
In Deposits Accounts	293.34	275.77
Cash on Hand	437.81	365.74
Sub Total	**744.60**	**1,252.35**
Less: Balances with bank other than above (Note-4)	(293.34)	(275.77)
Total	**451.26**	**976.58**

Note-10: Equity

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
A. Equity Share Capital **Authorised**		
(i) 715 lakhs Nos of Equity shares of 10/- each	7,150.00	7,150.00
(P.Y: 715 lakhs Nos of Equity shares of 10/- each)		
B. Preference Share Capital		
Authorised		
(i) 87.50 lakhs Nos of Non-cumulative Redeeemable Preference shares of 10/- each	**1,500.00**	**1,500.00**
(P.Y:87.50 lakhs Nos of Non-cumulative Redeeemable Preference of shares of 10/- each)		
	8,650.00	**8,650.00**
1.Issued, Subscribed and Paid Up		
(a) Equity Share Capital		
(i) 586.02 lakhs Nos of Equity shares of 10/- each	**5,860.23**	**5,860.23**
(P.Y: 586.02 lakhs Nos of Equity shares of 10/- each)		
Total **(b) Instruments entirely equity in nature***	5,860.23	5,860.23
(i) 2042133 Nos of Optionally Convertible Redeeemable Preference shares(OCRPS) of 10/- each	204.21	-
(P.Y: Nil)		
Total	**204.21**	**-**

*During FY 2025-26, 28,31,139 Nos. of 1% Non-Convertible Preference Shares were converted into 20,42,133 Nos. of OCRPS on preferential allotment basis. The holders of OCRPS exercised the option for conversion into equity shares. Accordingly, the instrument has been classified as an Equity Instrument in accordance with Ind AS 109 – Financial Instruments. The allotment of equity shares was approved by the Board of Directors in its meeting held on April 27, 2026. The OCRPS holders are Bayanwala Brothers Pvt Ltd, Gopikar Supply Pvt Ltd and Ascon Merchandise Pvt Ltd.

i) Reconciliation of number of equity shares are set out below:		
a) Shares outstanding at the beginning of the financial year.	586.02	523.52
b) Issued during the year*	-	62.50
Shares outstanding at the end of the financial year	**586.02**	**586.02**

*During the Previous Year 2024-25, the Company has effected the conversion of 62.50 lakh Optionally Convertible Redeemable Preference Shares (OCRPS) into equity shares of Rs. 10 each, pursuant to the terms of issue.

ii) Reconciliation of Instruments entirely equity in nature (OCRPS) are set out below:		
a) Shares outstanding at the beginning of the financial year.	-	62.50
b) Issued during the year	20.42	
c) Converted into Equity Share.	-	(62.50)
Shares outstanding at the end of the financial year	**20.42**	**-**

c) Details of Shareholders holding more than 5% of Equity shares

Name of the Shareholders	No. of Shares	% held	No. of Shares	% held
i) Rajesh Gadodia	54.63	9.32%	54.63	9.32%
ii) Archana Gadodia	47.71	8.14%	47.71	8.14%
iii)Artline Commerce Pvt Ltd	96.43	16.45%	95.67	16.33%
iv) Bayanwala Brothers (p) Limited	87.73	14.97%	87.73	14.97%
v) Gopikar Supply Pvt Ltd.	34.31	5.85%	34.31	5.85%

The Company has a single class of Equity shares. Accordingly ,all equity shares rank parri-passu with regard to dividend and share in the company's residual assets.

d) Details of Promoters' Holding on Equity Share Capital

Name of the Promoters'	As at 31st March '2026		As at 31st March '2025		Change during the year	
	No .of Shares	% held	No. of Shares	% held	No. of Shares	% held
i) Rajesh Gadodia	54.63	9.32%	54.63	9.32%	-	0.00%
ii) Archana Gadodia	47.71	8.14%	47.71	8.14%	-	0.00%
iii) Artline Commerce Pvt Ltd	96.43	16.45%	95.67	16.33%	0.75	0.13%
iv) Bayanwala Brothers (p) Limited	87.73	14.97%	87.73	14.97%	-	0.00%
v) Gopikar Supply Pvt Ltd.	34.31	5.85%	34.31	5.85%	-	0.00%
Total	**320.81**	**54.7%**	**320.06**	**54.6%**	**0.75**	

Note - 11: Other Equity

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
a. General Reserve		
Opening Balance	1,344.12	1,344.12
Add:-Additions during the year		
Subtotal	**1,344.12**	**1,344.12**
b. Securities Premium		
Opening Balance	20,642.42	20,642.42
Add:-Additions during the year	192.15	-
Less:-On Redeemption of Preference Share during the year	-	-
Subtotal	**20,834.57**	**20,642.42**
c. Capital Reserve		
Opening Balance	554.73	554.73
Add:-Additions during the year	-	-
Subtotal	**554.73**	**554.73**

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
d. Reserve for investments at Fair Value through OCI		
Opening Balance	15.87	176.85
Add: Net fair value gain/(loss) on investments during the period	(20.74)	(160.98)
Less : Income Tax Provision On OCI	-	-
Subtotal	**(4.86)**	**15.87**
e. Retained Earnings		
Opening Balance	**13,878.97**	**11,713.77**
Add: Profit/(Loss) during the year	2,201.25	2,165.20
Subtotal	**16,080.22**	**13,878.97**
Total	**38,808.77**	**36,436.11**

Note-12 : Borrowings

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Borrowings consists of the followings		
(i) Non-Current Borrowings		
A. Secured Loan		
(a) Financial Lease Obligations	-	0.33
Total non-current borrowings	**-**	**0.33**
(ii) Current Borrowings		
Preference Share1%	-	396.36
Current maturities of finance lease obligations	-	35.71
Interest accrued and due on borrowings	21.47	-
Foreign Currency Demand Loan (FCNRB-DL)	4,499.75	-
Cash Credit from Banks	2,648.10	5,760.17
Total current borrowings	**7,169.32**	**6,192.24**
Grand Total	**7,169.32**	**6,192.56**

Note-13: Trade Payables

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Payable to MSME	37.86	32.29
Payable to Others	531.44	633.70
Total	**569.30**	**665.98**

The Company has identified Micro, Small and Medium Enterprises suppliers in accordance with the provisions of the Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company. There are no dues outstanding beyond the prescribed period of 45 days to Micro and Small Enterprises as at the Balance Sheet date and accordingly, no interest is due or payable under Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006.

Trade Payables aging schedule for the year ended as on 31st March, 2026 and 31st March, 2025

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1-2 Years	2-3 years	More than 3 years	Total
Outstanding dues to MSME						
As at 31st March, 2026	-	37.86	-	-	-	37.86
As at 31st March, 2025	-	32.29	-	-	-	32.29
Outstanding dues to Others						
As at 31st March, 2026	-	531.44	-	-	-	531.44
As at 31st March, 2025	-	633.70	-	-	-	633.70
Total Trade Payables						
As at 31st March, 2026	**-**	**569.30**	**-**	**-**	**-**	**569.30**
As at 31st March, 2025	-	665.98	-	-	-	665.98

Note-14: Other financial liabilities

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Liabilities for Expenses	2,096.97	2,163.72
Total	**2,096.97**	**2,163.72**

Note-15: Other Current Liabilities

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Income Received in Advance	1,350.83	1,605.71
Statutory Dues Payable	705.76	858.41
Total	**2,056.59**	**2,464.12**

Note-16 : Revenue from Operations

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Sale of Products	83,448.61	78,503.26
Sale of Services	377.02	416.67
Total	**83,825.63**	**78,919.93**

1. Sale of products and services are mentioned exclusive of GST.
2. Sale of Products Includes Sale of Traded Steel Products INR 8904.66 Lakhs (Prev Year INR 656.76 Lakhs)

Note-17 : Other Incomes

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Interest Income	117.80	139.21
Profit / (Loss) on Sale of shares	39.58	299.28
Profit on sale of Fixed Assets	0.08	-
Dividend Income	0.48	0.42
Profit In Partnership Firm	4.34	-
Other Income	0.21	21.98
Total	**162.49**	**460.89**

Note-18 : Cost of Raw Material Consumed

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Raw material and components consumed		
Opening Stock	14,297.34	10,248.10
Add: Purchased during the year *	51,163.85	53,842.32
Less: Stock used for fixed Assets**	66.35	64.71
Less: Closing Stock	11,703.74	14,297.34
Total	**53,691.10**	**49,728.36**

*Purchases includes material cost , expenses & other costs which are directly atributable to procurement.

** Stock used for Fixed assets valued at cost of goods sold and GST reversal considered

Note-19 : Change in Inventories-(Increase)/Decrease

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Opening Stock		
Semi-Finished Goods	75.01	237.61
Finished Goods-Manufacturing	1,981.10	6,549.70
Stock In Trade	9.28	21.84
Sub-Total(A)	**2,065.38**	**6,809.15**
Less:- Closing Stock		
Semi-Finished Goods	1,315.03	75.01
Finished Goods-Manufacturing	3,245.99	1,981.10
Stock In Trade	72.32	9.28
Sub-Total(B)	**4,633.34**	**2,065.38**
Total(A-B)	**(2,567.96)**	**4,743.77**

Note-20 : Employee Benefit Expenses

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Salaries,wages and bonus	3,481.93	3,343.31
Staff Wellfare	7.96	23.61
Contribution to provident and other funds	519.35	378.95
Total	**4,009.23**	**3,745.86**

Note-21 : Finance Cost

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Interest on Debts & Borrowings	846.06	812.21
Interest on finance lease obligations	0.68	6.16
Interest on Unsecured loans & Others	-	0.18
Total	**846.74**	**818.55**

Note-22 : Other Expenses

Particulars	As at 31st March'2026 INR 'Lakhs'	As at 31st March'2025 INR 'Lakhs'
Consumption of stores and spares *	3,014.78	3,650.58
CSR Expenses	49.09	75.76
Power and fuel	9,681.08	9,546.96
Loss on sale of Fixed Assets	-	7.79
Water charges	61.72	54.46
Operational Expenses	982.77	857.84
Selling & Distribution expenses	42.53	21.19
Security Service Charges	37.94	35.18
Rent,Rates and taxes	312.02	299.69
Insurance	74.86	52.23
Bank Charges	45.96	41.46
Repair & Maintenance	203.35	218.43
Advertising and Sales promotion	287.57	207.80
Professional & Consultancy fees	277.94	236.64
Communication costs	8.17	8.74
Remuneration to Auditors	22.00	22.00
Allowances for Credit Loss	3.26	8.22
Directors Sitting Fee	2.13	0.96
Loss In Partnership Firm	-	10.19
General expenses	41.15	176.50
Total	**15,148.35**	**15,532.63**

* Consumption of Stores and Spares includeds Imported material of INR Nil (Prev year INR Nil)

Note-23 : Financial Ratios

Particulars	Numerator	Denominator	31st March, 2026	31st March, 2025	Variance
Current Ratio	Current Assets	Current Liabilities	1.79	1.82	-1.83%
Debt Equity Ratio	Total Debt*	Shareholders' Equity	0.16	0.15	9.12%
Debt Service Coverage Ratio (in times)	Earnings available for Debt service (**)	Debt Service ***	5.75	4.74	21.26%
Return on Equity (ROE)	Net Profits after taxes	Average Shareholder' Equity	4.91%	5.12%	-4.17%
Inventory Turnover Ratio (in days)	Average Inventory	Revenue from Operation	73	80	-8.75%
Trade Receivables Turnover Ratio (in days)	Average trade receivable	Revenue	7	8	-12.50%
Trade Payables Turnover Ratio (in days)	Average trade payable	Purchase of Goods and services.	4	4	0.00%
Net Capital Turnover Ratio (in times)	Revenue	Working Capital	8.23	7.71	6.73%
Net Profit Ratio	Net Profit	Revenue	2.62%	2.73%	-3.91%
Return on Capital employed (ROCE)	Earnings before interest and taxes	Capital Employed****	8.29%	8.59%	-3.46%
Return on Investment (ROI)					
(a) Unquoted	Income Generated from Investment	Weighted average investment	-	-	
(b) Quoted #1	Income Generated from Investment	Weighted average investment	21.31%	2.32%	818.50%

*Long Term Borrowing + Short Term Borrowing.

** EBITDA= Profit before exceptional items & tax + Finance Cost + Depreciation & Amortization

*** Finance Cost + Principal Repayment Component of Long Term Borrowing

**** Long Term Finance= Equity Share Capital + R/S + Long Term Borrowings

#1 ROI increased significantly by 818.50% owing to sale of investments during the current financial year, which reduced the weighted average investment base, while income from investments did not decline proportionately, resulting in higher return on investment as compared to the previous year.

Note -24 : Earnings Per Share(EPS) **(All amounts in INR Lakhs, unless otherwise stated)**

Sl. No	Particulars	31st March 2026	31st March 2025
a)	Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (Rs Lakhs)	2,201.25	2,165.20
b)	Weighted Average number of equity shares used as denominator for calculating Basic EPS	586.02	586.02
c)	Weighted Average number of equity shares used as denominator for calculating Diluted EPS	592.83	586.02
d)	Face Value per Equity Share (INR in Rupees)	10.00	10.00
e)	Basic Earnings per share (INR in Rupees) (a/b)	3.76	3.69
f)	Diluted Earnings per share (INR in Rupees) (a/c)	3.71	3.69

Note -25 : Foreign Currency Transactions

Sl. No	Particulars	31st March 2026	31st March 2025
i)	USD Outgo	-	-
ii)	INR in 'Lakhs'	-	-
iii)	Amount of Exchange differences debited/(credited) to profit or loss (in Lakhs)	-	-

Note - 26 : Contingent Liabilities

Sl. No	Particulars	31st March 2026	31st March 2025
i.	Estimated amount of contracts remaining to be executed on capital accounts and not provided for.	Nil	Nil
ii.	Claims against the Company not acknowledged as debts (Net of payment):		
	a) Central Sales Tax	12.96	13.35
	b) OVAT/OST	1,512.43	1,527.79
	c) Orissa Entry tax	336.78	373.95
	d) Customs duty	111.58	111.58
	e) Income Tax	42.19	42.19
iii	Bank Guarantees	194.13	193.38
	However as per management perception, the above liabilities will not devolve upon the company in future.		

Note -27 : Registration of Charges or Satisfication

The Company has filed, respective forms before Registar of Companies related to creation of charges and satisfication of charges in relation to loan availed from banks and financial institutions, timely manner within a statutory period prescribed under Companies Act' 2013.

Note-28 : Relationship with struck off companies

Name of the struck off company	Nature of transactions with struck off company	31st March, 2026		31st March, 2025	
		Balance outstanding as at current period	Relationship with the stuck off company	Balance outstanding as at previous period	Relationship with the struck off company
NA	Investment in securities	-	NA	-	NA
NA	Receivables	-	NA	-	NA
NA	Payables	-	NA	-	NA
NA	Shares held by struck off Company	-	NA	-	NA
NA	Other outstanding balances (specify)	-	NA	-	NA

Note-29 : Additional Disclosures As per Ind AS 108 "Operating Segments "

Extent of Reliance on Major Customers

Extent of Reliance on Major Customers of the company can be depicted by assessing their sales chunck compared to total revenue of the operation. The percentage of group of major customer to its total revenue is as below :

Particulars	% of Total Revenues	
	31st March 2026	31st March 2025
One Customer	8.40%	3.94%

Note -30 : Related Party Disclosure as per Ind AS 24

(I)	List of Related Parties	
Sl. No	**Name**	**Designation**
i)	Mr. Rajesh Gadodia	Promoter- Non Executive Chairman
Key Managerial Personnel		
i)	Mr. Ankur Madaan	Whole-Time Director
ii)	Mr. Praveen Kumar Patro	Whole-Time Director
iii)	Mr. Gobinda Chandra Nayak	Former Chief Financial Officer
iv)	Mr. Kalyan Kiran Mishra	Chief Financial Officer
v)	Mr. Prabir Kumar Das	Company Secretary

Related Parties and Close Family Members of Promoter Director.

Sl. No	Name	Relationships
i)	Mrs. Archana Gadodia	Promoter- Relative of Promoter
ii)	Mr. Nimish Gadodia	Relative of Promoter
iii)	Artline Commerce Private Limited	Promoter Company
iv)	Bayanwala Brothers Private Limited	Promoter Company
v)	Shrishti Trading Corporation Private Limited	Promoter having significant influence
vi)	Karma Re-Rollers Private Limited	Promoter having significant influence
vii)	Scan Energy and Power Limited	Relative of Promoter is a Director
viii)	Nav Durga Fuel Private Limited	Relative of Promoter is a Director
ix)	Rourkela Sponge LLP	Relative of Promoter is a Partner

List of Associate Entities

Sl. No	Name	Relationships
i)	RPSG Agro Commodity Pvt. Ltd	Associate Company
ii)	Shristi Resorts & Multiplex Pvt Ltd	Associate Company
iii)	RAR Ispat LLP	Associate Firm/Company is one of the Partner
iv)	SCAN GREEN ENERGY LLP	Associate Firm/Company is one of the Partner

None of the close members of all Key managerial Personnels are considered as Related Party In accordance with Ind AS 24 considering the fact that they are neither participating nor influencing executive decision making of the company.

(II) Related Party transactions

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No	Particulars	Promoter & Relative of Promoter	Promoter Company	Associate Company/ Firm	Promoter having significant influence	Relative of Promoter is a Director	KMP
a)	Purchase of goods	-	-	-	1,232.83	648.88	-
	Previous Year : as at 31st March, 2025	-	-	-	1,760.63	379.48	
b)	Sale of Goods	-	-	13.82	6,496.97	-	-
	Previous Year : as at 31st March, 2025	-	-	21.85	3,396.88	-	-
c)	Interest expenses recognised	-	0.68	-	-	-	-
	Previous Year : as at 31st March, 2025	-	6.16	-	-	-	-
d)	Services received	240.00	11.68	416.84	-	-	-
	Previous Year : as at 31st March, 2025	223.56	22.78	318.38	-	-	-
e)	Services rendered	-	-	-	53.02	-	-
	Previous Year : as at 31st March, 2025	-	-	-	92.67	-	-
f)	Remuneration to Key Managerial Personnel						61.65
	Previous Year : as at 31st March, 2025						61.43
g)	Director Sitting Fees	0.27					
	Previous Year : as at 31st March, 2025	0.14					
h)	Leasing out Income-Plant & Machinery)	-	-	-	-	324.00	-
	Previous Year : as at 31st March, 2025	-	-	-	-	324.00	-
i)	Sale of Movable Property / Immovable Property	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	-	-
j)	Loan Taken	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	-	-

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No	Particulars	Promoter & Relative of Promoter	Promoter Company	Associate Company/ Firm	Promoter having significant influence	Relative of Promoter is a Director	KMP
k)	Outstanding loans and payables:						
i)	Finance Lease Obligations		-				
	Previous Year : as at 31st March, 2025		36.04				
ii)	Directors Remuneration /Salary Payable	-	-	-	-	-	4.21
	Previous Year : as at 31st March, 2025	-	-	-	-	-	3.70
iii)	Other Payable	16.20	-	-	-	188.12	-
	Previous Year : as at 31st March, 2025	-	-	-	-	156.85	-
iv)	Service Payable	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	5.04	24.74	0.51	-	-
l	Outstanding Advances and receivable	-	-	-	-	-	-
i)	Service/Trade Receivable	-	-	-	-	-	-
	Previous Year : as at 31st March, 2025	-	-	-	-	18.88	-
ii)	Investment in Equity Shares (Unlisted)	-	-	843.54	822.20	-	-
	Previous Year : as at 31st March, 2025	-	-	843.54	822.20	-	-
iii)	Investment in Partnership Farm	-	-	-	197.86	-	-
	Previous Year : as at 31st March, 2025	-	-	-	189.52	-	-

Note -31 : Assets provided as Security

Sl. No	Particulars	As at 31st March 2026	As at 31st March 2025
(i)	Trade Receivables	2,110.09	1,098.67
(ii)	**Property, Plant and Equipment :**		
	Tangible Assets	25,110.23	26,354.95
(iii)	Inventories	16,811.80	16,760.69
	Total Assets provided as Security	**44,032.12**	**44,214.30**

Note -32 : Estimated Useful Live of Property, Plant & Equipment (PPE)

Sl. No	Financial Classification	Nature	Useful Lives	
			As per Management Estimate	As per SCH-II of Companies Act 2013
i)	Freehold Building	Building (Factory)	30 Years	30 Years
		Building (Non Factory)	60 Years	60 Years
ii)	Furniture,Fittings and Equipment	Furniture & Fixtures	10 Years	10 Years
iii)	Office Equipment	Computer	3 Years	3 Years
iv)	Plant & Equipment	Plant & Machinery (Non-Earth Moving)	25 Years	25 Years
		Plant & Machinery (Earh Moving)	25 Years	25 Years
v)	Vehicles	Motor car	8 years	8 years

Note -33 : Fair Value Measurements

(i) Financial instruments by category:

Sl.No	Particulars	31st March 2026		
		FVPL	FVOCI	Amortised cost
			Equity instruments designated as such upon initial recognition	
i)	**Financial assets**			
	Investments:			
	Equity instruments		4.47	-
	Trade receivables		-	2,110.09
	Cash and cash equivalents		-	451.26
	Others		-	1,795.23
	Total financial assets	**-**	**4.47**	**4,356.59**
ii)	**Financial liabilities**			
	Borrowings			7,169.32
	Derivative financial liabilities			
	Trade payables			569.30
	Other financial liabilities			2,096.97
	Total financial liabilities	**-**	**-**	**9,835.59**

Sl.No	Particulars	31st March 2025		
		FVPL	FVOCI	Amortised cost
			Equity instruments designated as such upon initial recognition	
i)	**Financial assets**			
	Investments:			
	Equity instruments	-	36.03	-
	Trade receivables	-	-	1,098.67
	Cash and cash equivalents	-	-	976.58
	Others	-	-	1,989.47
	Total financial assets	**-**	**36.03**	**4,064.72**
ii)	**Financial liabilities**			
	Borrowings			6,192.56
	Derivative financial liabilities			-
	Trade payables			665.98
	Other financial liabilities			2,163.72
	Total financial liabilities	**-**	**-**	**9,022.26**

(ii) Fair value Hierarchy:

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are

(a) recognised and measured at fair value, and

(b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the Ind AS 113 "Fair Value Measurements". An explanation of each level follows underneath the table.

INR 'Lakhs'

Financial assets and liabilities measured at fair value - recurring fair value measurements At 31st March, 2026	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments at FVPL				
Equity instruments				
Mutual funds				
Financial investments at FVOCI				
Quoted equity investments	4.47			4.47
Unquoted equity investments	-			-
Quoted Mutual fund units	-			-
Derivatives				
Foreign exchange forward contracts				-
Foreign currency options				-
Interest rate swaps				-
Total	**4.47**	**-**	**-**	**4.47**

Financial assets and liabilities measured at fair value - recurring fair value measurements At 31st March, 2025	Level 1	Level 2	Level 3	Total
Financial assets :				
Financial investments at FVPL				
Equity instruments				
Mutual funds				
Financial investments at FVOCI				
Quoted equity investments	36.03			36.03
Unquoted equity investments	-			-
Quoted Mutual fund units	193.13			193.13
Derivatives				
Foreign exchange forward contracts				
Foreign currency options				
Interest rate swaps				
Total	**229.17**	**-**	**-**	**229.17**

Level 1 : This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments(including bonds) which are traded in the stock exchange is valued using the closing price as at the reporting period.

Level 2 : Fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument is observable, the insturment is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable data, the instrument is included in level 3. This is the case for unlisted equity securities, contigent consideration and indemnification assets.

(iii) As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts are reasonably approximate to the fair value. Accordingly fair value disclosures have not been made for the following financial instruments:-

1. Trade receivables
2. Cash and cash Equivalent
3. Loans and advances
4. Borrowings
5. Trade Payables
6. Capital Creditors
7. Other payables

Note -34 : Financial risk management

The company's few portion of activities are exposed to variety of financial risks i.e. market risk, credit risk and liquidity risk. The company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The company's financial instruments (excluding receivables from related parties) are influenced mainly by the individual characteristics of each customer. The company's exposure to credit risk is the concentration of risk from the top few customers and the demographics of the customers.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements

Risk	Exposure arising from	Measurement
Credit risk	Cash and cash equivalents, trade receivables and other financial instruments, financial assets measured at amortised cost.	Ageing analysis Credit rating
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts
Market risk- foreign exchange	Future commercial transactions recognised financial assets and liabilities not denominated in Indian Rupees (INR)	Cash flow forecasting Sensitivity analysis
Market risk- security prices	Investments in equity securities	Sensitivity analysis

(A) Credit risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily trade receivables from customers other than government entities .These Trade receivables are typically unsecured and are derived from revenue earned from domestic and foreign customers. Credit risk is managed through credit approvals, establishing credit limits and contiguously monitoring the credit worthiness of customers to which the company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess impairment loss or gain. the company uses a matrix to compute the expected credit loss allowance for trade receivable.

Credit risk management

Credit risk is managed on instrument basis. For Banks and financial institutions ,only high rated banks /institutions are accepted. For other financial instruments, the company assesses and maintains an internal credit rating system. The finance function consists of a separate team who assesses and maintain internal credit rating system. Internal credit rating is performed on a company level basis for each class of financial instrument with different characterstics.

VL1 : High-quality assets, negligible credit risk

VL2 : Quality assets, low credit risk

VL3 : Standard assets, moderate credit risk

VL4 : Sub-standard assets, relatively high credit risk

VL5 : Low-quality assets, very high credit risk

VL6 : Doubt full assets, credit-impaired

The company consideres the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of a default occuring on the asset as at the reporiting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward- looking information. Especially the following indicators are incorporated:

1. Internal credit rating
2. External credit rating (as far as available)
3. Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet the obligation.
4. Actual or expected significant changes in the operating results of the borrower.
5. Significant increase in credit risk on other financial instruments of the same borrower
6. Significant changes in the value of the collateral supporting the obligation or in the quality of the third-party guarantees or credit enhancements.
7. Significant changes in the expected performance and behaviour of the borrower, including changes in the payment status of borrowers in the group and changes in the operating results of the borrower.
8. Macro economic information (such as regulatory changes, market interest rate or growth rate) is incorporated as part of the internal rating model.

In general , it is presumed that credit risk has significantly increased since intial recognition if the payments are more than 30 days past due.

A default on a financial asset is when the counterparty fails to make contractual payment within 180 days of when they fall due. This definition of default is determined by considering the business environment in which entity operates and other-economic factors.

(B) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, the company treasury maintains flexibility in funding by maintaining available under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the company. These limits vary by locations to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves, projecting cash flows in major currencies,considering the level of liquid assets necessary , monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period :

Particulars	31st March, 2026	31st March, 2025
Floating rate		
Expiring within one year (bank overdraft and other facilities)	Nil	Nil
Expiring beyond one year (bank loans)	Nil	Nil

(ii) Maturities of financial liabilities

The tables below analyse the group's financial liabilities into relevant maturity groupings based on their contractual maturities for :

1. All non-derivative financial liabilities and

2. Net and gross settled derivative financial intruments for which the contractual maturities are essential for an understanding of the timing of cash flows.

The amounts disclosed in the table are the contractual undiscounted cash flows.

INR in 'Lakhs'

Contractual maturities of financial liabilities	Upto 1 year	1 to 3 years	3 to 5 years	5 to 9 years	Total
31st March,2026					
Non derivatives					
Borrowings(including cash credits)	7,169.32	-	-	-	7,169.32
Trade payables	569.30	-	-	-	569.30
Other financial liabilities	2,096.97	-	-	-	2,096.97
Total non derivative liabilities	**9,835.59**	**-**	**-**	**-**	**9,835.59**
Derivatives (net settled)					
Foreign exchange forward contracts	-	-	-	-	-
Principal swap	-	-	-	-	-
Total derivative liabilities	**-**	**-**	**-**	**-**	**-**

INR in 'Lakhs'

Contractual maturities of financial liabilities 31st March, 2025 Non derivatives	Upto 1 year	1 to 3 years	3 to 5 years	5 to 9 years	Total
Borrowings(including cash credits)	6,192.24	0.33	-	-	6,192.57
Trade payables	665.98	-	-	-	665.98
Other financial liabilities	2,163.72	-	-	-	2,163.72
Total non derivative liabilities	**9,021.94**	**0.33**	**-**	**-**	**9,022.27**
Derivatives (net settled)					
Foreign exchange forward contracts	-	-	-	-	-
Principal swap	-	-	-	-	-
Total derivative liabilities	**-**	**-**	**-**	**-**	**-**

(C) Market Risk

The company is not an active investor in equity market. It continues to hold certain investments in equity for long term value accretion which are accorddingly measured at fair value through other comprehensive income. Accordingly,fair value fluctations arisng form market volatitlity is recognised in other comprehensive income.

(i) Foreign Currency Risk

The company's exposure to foreign currency risk & Derivative financial Instruments as on 31st March, 2026

The Company's foreign currency borrowing has been fully hedged through a Forward Exchange Contract entered into between the Company and State Bank of India (SBI). Accordingly, the Company is not exposed to any material risk arising from fluctuations in foreign exchange rates.

(ii) Cash flow and fair value interest rate risk

The company's main interest rate risk arises from long term borrowings with variable rates, which exposes the company to cash flow interest rate risk. Group policy is to maintain most of its borrowings at fixed and variable rate using interest rate swaps to achieve this when necessary.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Interest rate risk exposure

The exposure of the company's borrowing from banks and financial institutions to interest rate changes at the end of the reporting period are as follows:

(Rs. In Lakhs)

Particulars	31st March, 2026	31st March, 2025
Variable rate borrowings	7,147.85	5,760.17
Fixed rate borrowings	-	36.04

(iii) Price risk

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss.

Profit for the period would increase/ decrease as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would increase/decrease as a result of gains/losses on equity securities classified as fair value through other comprehensive income.

Note-35 : Capital Management

Risk management

The company's objectives when managing capital are to:

(a) safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

(b)maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return on capital to shareholders or issue new shares. The company monitors capital using gearing ratio, which is net debt divided by total Equity. Net debt comprises of long term and short term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. For relevant ratios please refer Note- 23 financial ratios.

Note -36

Nature and Purpose of Reserves Disclosed under Other Equity

Particulars	Purpose
General Reserve	General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.
Retained Earnings	Retained Earnings contains the balance of retained earnings to carry forward. It is fully distributable and shown as part of shareholders' reserves on the balance sheet.
Securities Premium Reserve	Securities Premium Reserve has been created for issue of equity shares.
Reserve for investments at Fair value through OCI	Fair value changes of equity instruments designated at Fair value through OCI
Capital Reserve	Capital reserves includes amalagamation reserve to be used for the specified purpose as per the scheme of arrangement.

Note -37

Covenants of Borrowings

(i) Details of Security

Particulars	Security Details
Leased assets financed	Secured by hypothication of respective fixed or movable assets with EMIs for 36 months.
1. Cash Credit facilities with SBI and PNB under consortium arrangement. 2. Foreign Currency Demand Loan (FCNRB-DL) from SBI.	**Primary Security:** Secured by way of hypothecation of the Company's entire current assets, including stocks of raw materials, finished goods, stock-in-process, consumables, stores, book debts and other current assets, both present and future, on a pari-passu basis with consortium banker. **Collateral Security:** First charge by way of equitable mortgage over the Company's factory land and building standing in the name of the Company and pledge of fixed deposits standing in the name of the Company having a face value of INR 200 lakhs, on a pari-passu basis with consortium member bank. **Other Security:** Personal guarantee of Director, Shri Rajesh Gadodia.

(iii) Use of Funds raised and statements submitted with Banks or Financial Institution

During the year under audit, the Company did not raise any fresh funds from banks for working capital requirements (Previous Year: INR nil Lakhs). Additionally, no funds were raised from any Non-Banking Financial Company (NBFC) for the acquisition of vehicles and heavy earth-moving equipment (Previous Year: INR nil Lakhs).

The Company has borrowing from banks or financial institutions on the basis of security of current assets,it shall confirm that the quarterly returns or statements of current assets filed by the company with banks or financial institutions are in agreement with the books of accounts.

Note -38 :

As per the requirements of Ind AS, the company has implemented / adopted the following policies and procedures for accounting:

i Componentisation.

As per prevailing practice, company compontises fixed assets as detailed in the Invoice. It does not have a separate componetisation policy. Accordingly, components identified (as mentioned above) are also depreciated based on the useful lives prescribed under Schedule-II (of the Companies Act.) for the main asset.

The company is in the process of identification of the major components significant to the total cost of the asset accordingly necessary requirements to be complied.

ii Stores and Spares

The company on purchases of stores and spares,if it relates to an item of PPE, the same are capitalised on the date of issue, and which are issued for revenue expenditure purpose, are charged to Profit & Loss Account on the date of consumption.

Note -39 : Expected Credit Loss

On the basis of historical information and findings from analysis of the trade receivables recovery pattern, it is expected that the trade receivables within three years are realizable, not doubtful. Hence the expected credit loss is calculated on the trade receivable falling under the age group of more than 3 years. For this purpose, an expected credit loss rate is taken into account considering the historical credit loss experience and is adjusted for forward-looking information.

Note -40 : Auditors' Remuneration

INR 'Lakhs'

Sl. No	Particulars	31st March 2026	31st March 2025
1	Statutory Audit Fees	16.50	16.50
2	Tax Audit Fees	3.50	3.50
3	Internal Audit Fees	2.00	2.00
	Total	**22.00**	**22.00**

Note -41 : Leases

Effective from April 01,2019, the company has applied Ind AS 116 ''Leases''. The standard is applied prospectively and the cumulative effect of applying this standard is recognised. The adoption of Ind AS 116 did not have any significant impact for the company.

Note -42 : Leasing Out of a Unit

The company has leased out, one of its undertaking having a sponge iron manufacturing facility situated in Bellary in the state of Karnataka, from the 1st day of December, 2022 On monthly rental. No other consideration is charged or received during the leasing process.

Note -43 : Corporate Social Responsibility (CSR) Activity

As per Section 135 of the Companies Act,2013 , a company, meeting the applicability threshold, need to spend at least 2% of its average net profit for the immediately preceeding 3 financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are promoting education, animal welfare , healthcare,promoting Sports,drinking & sanitation and for rural development projects. A CSR committee has been performed by the company as per Act. The funds were primarily allocated to a corpus and utilised throughout the year on these activities which are specified in Schedule VII of the Companies Act, 2013 :

INR 'Lakhs'

Sl. No	Particulars	31st March 2026	31st March 2025
i)	Amount required to be spent by the Company during the year.	49.52	74.67
ii)	Amount of Expenditure incured'	49.09	75.76
iii)	Shortfall at the end of the year	-	-
iv)	Total of previous year Shortfall	-	-
v)	Reason for Shortfall	NA	NA
vi)	Unspent CSR account balance towards ongoing projects *	-	-
vii)	Nature of CSR activities	Promoting education, Animal welfare, healthcare,promoting of sports, drinking & sanitation and for rural development,	
viii)	Details of Related party transaction e.g. contribution to a trust control by the Company in relation to CSR expenditure as per relevant Accounting Standard.	NA	NA
ix)	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision.	NA	NA

Note -44

Previous year figures have been regrouped and/or rearranged wherever necessary, confirming to current year. Figures in bracket represent previous year figure.

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

For and on behalf of the Board
Scan Steels Limited

Sd/-
Ankur Madaan
Director
DIN: - 07002199

Sd/-
Praveen Kumar Patro
Director
DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Annexure - I **Form AOC - 1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing sailent features of the financial statement of Subsidiaries / Associate companies / Joint Ventures

Part B : Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013
related to Associate Companies and Joint Ventures

Sl No.	Name of Associates / Joint ventures	Latest audited Balance Sheet Date	Date on which the Associate or Joint Venture was associated or acquired	Shares of Associate / Joint Ventures held by the company on the year end			Description of how there is significant influence	Reason why the associate/ joint venture is not consolidated	Networth attributable to Shareholding as per latest audited Balance Sheet (₹ Lakhs)	Profit / (Loss) for the year	
				Nos. (Equity)	Amount of Investment in Associates / Joint Venture (₹ Lakhs)	Extent of Holding %				Considered in Consolidation (₹ Lakhs)	Not Considered in Consolidation (₹ Lakhs)
1	RPSG Agro Commodity Pvt. Ltd.	31-03-2026	08.04.2022	30,01,500	300.15	42.27%	Promoter is a Director	NA	997.07	185.95	-
2	Shristi Resorts & Multiplex Pvt. Ltd.	31-03-2026	10.07.2023	45,28,227	543.39	27.52%	Promoter is a Director	NA	655.73	34.77	-

Notes:

1. During the year under review, the company did not have any associates or joint venture companies that are yet to commence operations.
2. During the year under review No company as an associate or joint venture has been liquidated or sold.
3. The company did not have any subsidiary companies during the year under review; hence, details of the subsidiary companies in Part A, as required in Form AOC-1, are not furnished.
4. The above-mentioned companies associated with the company from quarter ended on 31st March, 2026

For Das Pattnaik & Co
Chartered Accountants
F. Regd. No.321097E
Sd/-
Debashis Pattnaik
Partner
M.No.316339

May 15, 2026
Bhubaneswar

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DIN: - 02469361

Sd/-
Prabir Kumar Das
Company Secretary

Sd/-
Kalyan Kiran Mishra
Chief Financial Officer

Annexure - II

Highlight of financial performance of associate companies.

FY	FY 2025-26	FY 2024-25	FY 2025-26	FY 2024-25	FY 2025-26	FY 2024-25
	In Lacs	In Lacs	In Lacs	In Lacs	In Lacs	In Lacs
Name of Associates	RPSG Agro Commodity Pvt. Ltd.		Shristi Resorts & Multiplex Pvt. Ltd.		RAR Ispat LLP	
Nature of Operation	Carrying on the business of Transportation and Coal handling & Supervision		Commercial Renting of Immovable Property		Manufacturing, trading of iron & steel products	
Total Revenue	1724.62	1445.50	371.94	334.80	36.80	75.75
Other Income	443.00	2.85	37.26	16.10	0.33	-
PBT	620.45	546.65	170.83	88.02	8.67	(9.82)
Taxes	180.54	121.10	44.49	22.63	-	-
PAT	439.91	425.55	126.33	65.39	8.67	-9.82
Net Worth	2358.81	1918.89	2382.73	2256.37	392	383.05

SCAN STEELS LIMITED

Regd. Office: Off. No. 104,105, E-Square, 1st Floor, Subhash Road, Opp. Havmor Ice- Cream,
Vile Parle (East), Mumbai - 57.

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies vide its circular no. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011 after considering certain provisions of the Information Technology Act, 2000, permitted the companies to send the notices / annual reports etc. through email to its members. To support this green initiative of the MCA whole heartedly, members who have not yet registered their email address, are requested to register their e-mail address with the Depository through their concerned Depository Participant and members who hold shares in physical mode are requested to intimate their e-mail address at which they would like to receive the above documents electronically, either to the company or to its Registrar and Share Transfer Agent. Shareholders are requested to fill the consent form below and send it to the Registrar and Share Transfer Agent, Adroit Corporate Services Pvt. Limited or to the company.

CONSENT FOR RECEIVING DOCUMENTS IN ELECTRONIC MODE

(Pursuant to circulars no. 17/2011 dated 21st April, 2011 and 18/2011 dated 29th April, 2011)

To,
Adroit Corporate Services Private Limited
17-20, Jafferbhoy Industrial Estate,
Makwana Lane, Marol Naka,
Andheri (E), Mumbai-400 059.

Dear Sir,

I/We____________________________ shareholder (s) of Scan Steels Limited, agree to receive all notices and documents including the Annual Report, Notice for General Meetings and other Shareholders Communication in electronic mode (through email).

I/We request you to kindly register my / our below mentioned email id in the Company's records for sending such communication through email.

Folio No.................................. /DP ID No.*.................................. and Client ID No.*..................................

***Applicable for members holding shares in electronic form.**

Name of the Sole / First Shareholder : ____

Name of the Joint Shareholders (if any) : ____

____

No. of Shares held : ____

E-mail id for receipt of documents in Electronic mode : ____

Date:

Place:

Signature: ______________________

(Sole / First Shareholder)

Note:

1. Shareholders are requested to inform the Company's Registrar and Share Transfer Agents as and when there is change in their registered email-id.
2. for shares held in demat form, shareholders are also requested to inform /update their email-ids to their respective Depository Participants.

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SCAN GROUP

SCAN STEELS LTD.

Regd. Office : Off. No. 104,105, E-Square, 1st Floor, Subhash Road,
Opp. Havmor Ice- Cream, Vile Parle (East), Mumbai - 57
Tel: 022-26185461/62 Fax 022-26185463
Web site: www.scansteels.com,
E-mail: scansteels@scansteels.com / secretarial@scansteels.com

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