

McNally Bharat Engineering Company Limited

CIN: L45202WB1961PLC025181

Corporate Office: Ecospace Campus 2B 11F/12

New Town Rajarhat North 24 Parganas Kolkata-700160

Telephone +91 33 68311001/+91 33 68311212

Email: mbe.corp@mbecl.co.in Website: www.mcnallybharat.com

Registered Office: 4 Mangoe Lane Kolkata-700001

An ISO 9001:2015, ISO 14001:2015 & ISO 45001:2018 Certified Company

22nd May 2025

The National Stock Exchange of India Limited

Exchange Plaza, 5th Floor, Plot # C/1, 'G' Block

Bandra Kurla Complex, Bandra (East)

Mumbai – 400 051

BSE Limited

Corporate Relations Department

1st Floor, New Trading Ring, Rotunda Building

Phiroze Jeejeebhoy Towers, Dalal Street, Fort

Mumbai – 400 001

Dear Sir/Madam,

Subject: Outcome of Board Meeting and Submission of Audited Standalone Financial Results of the Company for the quarter and year ended March 31, 2025.

Scrip Code/Symbol: 532629 / MBECL

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (referred to as the “SEBI Listing Regulations”) the Board of Directors of the Company at its Meeting held today *i.e.* 22nd May 2025 has *inter alia* approved the Audited Standalone and Consolidated Financial Results of the Company for the quarter and Financial Year ended 31st March 2025 along with copies of the Statutory Auditors’ Reports thereon and Statements on Impact of Audit Qualifications for Standalone and Consolidated Audit Reports.

The Meeting commenced at 11.30 AM and concluded at about 19.00 PM.

You are requested to take the above information on record.

This letter is being uploaded on the Company’s website at www.mcnallybharat.com.

Yours faithfully

For McNally Bharat Engineering Company Limited

INDRANI RAY

Digitally signed by INDRANI RAY
DN: cn=IN, o=Personal,
c=IN, email=indrani@mcnecl.com,
serialNumber=60, postalCode=700070, st=West Bengal,
21f4d402e8334c1, cn=INDRANI RAY
Date: 2025.05.22 18:49:54 +05'30'

Indrani Ray

Company Secretary

Encl: As above

V. SINGHI & ASSOCIATES

Chartered Accountants

Four Mangoe Lane

Surendra Mohan Ghosh Sarani,
Ground Floor, Kolkata – 700 001

Phone : +91 33 2210 1125/26

E-mail : kolkata@vsinghi.com

Website : www.vsinghi.in

Independent Auditor's Report on Audited Standalone Financial Results of McNally Bharat Engineering Company Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Audit Report

The Board of Directors of,

McNally Bharat Engineering Company Limited

1. Adverse Opinion

We have audited the accompanying Statement of Standalone Financial Results of **McNALLY BHARAT ENGINEERING COMPANY LIMITED** ("the Company") for the quarter and year ended 31st March, 2025 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/80/2019 dated 19th July, 2019 ("the Circular").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a. has been presented, except for the matter dealt with in Basis for Adverse Opinion Para (Para No. 2), in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and
- b. does not give, due to the significance of the matter described in the Basis of Adverse Opinion Para, a true and fair view, in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter and year ended on 31st March, 2025.



2. Basis for Adverse Opinion

a) Current Assets and Current Liabilities

- i. We draw attention to **Note 11** to the statement regarding Trade Receivables, Advance to Suppliers, Trade Payables, Other Financial Assets, and Advance from Customers being subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.
- ii. Further, Claims Recoverable (BG Encashed) amounting to Rs. 36,183.70 Lakhs out of which specific provision is made of Rs. 32,377.38 Lakhs. The above amount includes Rs. 3,806.32 Lakhs under arbitration whose fair value is Rs. 2,828.72 Lakhs are doubtful. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.

b) Non-adjustment of the Carrying Value of the Loan

In earlier years, the Company had given unsecured loans to Vedica Sanjeevani Projects Private Limited (“VSPPL”). VSPPL vide their letter dated 15th February 2022 informed the Company that it was unable to service the debt and requested the Company for a moratorium on the repayment of the loan, including interest for two years i.e., Financial Year 2021-22 and Financial Year 2022-23. Subsequently, the Company had stopped recognizing interest income on the same. In the absence of any further communication between the Company and VSPL in the current year, we are unable to comment on the realizability of loan and its interest and consequential adjustment to be made in the books.

This constitutes a material departure from the requirements of Indian Accounting Standard – 109 “Financial Instrument”.

c) Recognition of Deferred Tax Assets

Note 9 to the Statement that the Company had recognized deferred tax assets of Rs. 51,706.60 lakhs up to 31st March, 2018 which is being carried forward in books by the Company expecting adequate future taxable profits after infusion of fresh funds in the Company by the Successful Resolution Applicant (SRA) i.e. BTL EPC Limited against which the deferred tax assets could be adjusted.

The Company has been continually incurring losses and its net worth has been fully eroded. We are unable to obtain sufficient appropriate evidence with respect to the management’s assertions and are therefore, unable to comment on the carrying value of the aforesaid net deferred tax assets on 31st March, 2025.



This constitutes a material departure from the requirements of Indian Accounting Standard 12 “Income Taxes”.

3. Emphasis of Matters

We draw attention to the following matters in the notes to the Statement:

a) Approval of Resolution Plan by the Committee of Creditors/ NCLT

Note 1 to 5 to the Statement informs that the Hon’ble National Company Law Tribunal (NCLT), Kolkata Bench admitted the Corporate Insolvency Resolution Process (CIRP) against the Company and appointed Mr. Ravi Sethia (IBBI/IPA-001/IP-P01305/2018-2019/12052) as the Resolution Professional (RP). The RP received resolution plans from four applicants. Of the four, the resolution plan of one of the applicants received approval from the Committee of Creditors by the requisite majority and thereafter the RP submitted the application before the Hon’ble NCLT on 3rd August 2023 for its final approval. On the 19th December 2023, Hon’ble NCLT pronounced its Order in favor of one of the Resolution Applicants i.e. BTL EPC Limited (the “SRA”). Pursuant to the approval of the Plan by the Hon’ble NCLT on 19th December 2023, the Monitoring Committee (“MC”) was duly constituted to oversee the plan implementation. However, the effect of the order on the financial result of the Company shall be ascertained based on the fulfilment of conditions mentioned in the approved Resolution Plan read with the said NCLT Order.

b) Implementation of the Approved Resolution Plan

- i. BTL EPC Limited, the SRA nominated Mandal Vyapar Private Limited (“MVPL”) as its Special Purpose Vehicle (“SPV”) which was noted at the 5th Monitoring Committee meeting held on 16th December, 2024 for the purpose of implementing the approved Resolution Plan.
- ii. In terms of the approved Resolution Plan, the SRA was required to disburse payments in three tranches. As of March 31, 2025, the SRA had disbursed the first tranche and a part of the second tranche. These Financial Statements have been prepared basis the payment of tranches mentioned hereinabove. The MC on receipt of the tranche amount had been distributed the same to the respective claimants in accordance with the approved Resolution Plan as detailed in Note No. 4(f) of the Management Notes to the Financial Statements.

At the 12th MC Meeting held on 12th February 2025, the SRA indicated its inability to honour the 2nd tranche payment on the scheduled date and agreed to make a partial payment immediately, and the balance amount on/before 10th March 2025 with interest for the delayed payment. However, at the 13th MC Meeting held on 13th March 2025, SRA informed that the funds have not been infused owing to procedural delays at its end.

At the 15th MC Meeting held on 27th March 2025, the SRA reiterated that while it was keen to make balance tranche payments, certain challenges had caused delays in the



infusion of funds. Accordingly, the SRA requested the MC Members to allow additional time and extend their support until 30th June 2025 to make the balance payment along with interest. Subsequently, the SRA filed Interlocutory Application No. 1908134/01611/2025 dated 22nd April 2025 before the Hon'ble NCLT seeking extension of time till 30th September 2025 for payment of the outstanding tranches. As on the date of approval of these Financial Statements, the application is under consideration of the Hon'ble NCLT.

- iii. Upon implementation of the Resolution Plan, the entire existing share capital of the Company stood extinguished and cancelled to the extent of 95% in accordance with the terms set forth in the Resolution Plan. Subsequent to such extinguishment, the Company has issued fresh equity shares to Mandal Vyapar Private Limited (acting as the Special Purpose Vehicle nominated by the Successful Resolution Applicant) and the Assenting Financial Creditors. As per plan, SRA has to pay Re. 0.01 per share to all the existing shareholders amounting to Rs. 21.16 Lakhs which is transferred to a separate escrow account for payment to existing shareholders. As per this, capital structure of the Company has changed as given below:

Sl	Name of Allottees	No. of Equity Shares	Amount (Rs. in Lakhs)
1	Mandal Vyapaar Private Limited (SPV nominated by SRA)	3,00,00,000.00	3,000.00
2	Financial Creditors	16,67,000.00	166.67
3	Existing shareholders	16,66,667.00	1,66.66
	Total	3,33,33,334.00	3,333.34

- iv. The Company has duly complied with all applicable legal and regulatory requirements, including but not limited to those prescribed under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has filed all requisite forms and disclosures with the Bombay Stock Exchange (BSE), National Stock Exchange (NSE) and Ministry of Corporate Affairs relevant to the allotment and listing of the newly issued equity shares and is awaiting approval from the respective stock exchange.
- v. By virtue of implementation of the Resolution Plan, Mandal Vyapar Private Limited as on 31st March 2025 holds 300,00,000 equity shares of nominal value Rs. 10 each of Mnally Bharat Engineering Company Limited constituting 90% of its paid up share capital and hence a holding company of the latter.
- vi. As per the approved Resolution Plan read with the NCLT Order dated 3rd December 2024, the SRA was required to pay the agreed consideration in 3 (three) tranches at the scheduled dates. The SRA having paid the first tranche in full and a part of the second tranche, the Monitoring Committee proportionately distributed the amount as under:



Sl. No	Particulars	Amount(Rs. in Lakhs)	Adjustment in Financial Statements
(i)	Financial Creditors	6,876.08	Borrowings
(ii)	Form B – Operational Creditors	41.54	Trade Payables
(iii)	Form B – Government Creditors	233.67	Exceptional Items
(iv)	Form D – Employee Claims	0.95	Employee benefits
(v)	Form F – Other Claims	10.00	Trade Payables
(vi)	Existing shareholders	21.16	Other Equity
(vii)	CIRP Costs	378.88	Trade Payable
	Total	7,562.28	

The above amounts have been adjusted with the existing liabilities admitted by the Resolution Professional.

- vii. In accordance with the Resolution Plan, the Company was required to disburse payments against admitted claims to the extent of the funds received. However, the full settlement has not yet been completed. The unutilized balance from the funds received is currently maintained in an escrow account held by the Company. This balance is presented under 'Other Bank Balances' in the Financial Statements.
- viii. After the approval of the Resolution Plan, a Bank Guarantee amounting to Rs. 275.34 Lakhs was invoked by a customer. The related cost has been duly recognized in the Company's books and funded entirely through internal accruals. In accordance with the provisions of the Plan, this shall be treated as a payment made to secured financial creditors, under the protection extended by the SRA.

c) Material Uncertainty Related to Going Concern

Note 4 to the Statement that the Company has incurred a net loss of Rs. 1,71,608.57 lakhs (before comprehensive income) during the year ended 31st March, 2025, and is unable to meet its financial commitments/covenants to lenders and various other stakeholders. The ability to continue as a going concern is dependent upon many factors including continued support from the financial creditors, operational creditors and customers. These events and conditions indicate a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The ability of the Company to continue as a going concern is dependent on the successful implementation of the Resolution plan as approved by the Hon'ble National Company Law Tribunal. However, we could not gather sufficient evidence with respect to the management's assertion and in absence of required documents/evidence are unable to comment on the preparation of the Statement.



d) Non-Assessment of Pending Litigations

As per **Note 7** of the Statement, the Company has been receiving regulatory enquiries/ notices/ summons/ show-cause/ demand/ orders from various Government authorities such as Goods and Services Tax and Income Tax. In view of the Company's undergoing corporate insolvency resolution process all existing civil and legal proceedings shall be kept in abeyance until completion of Resolution Plan implementation. Therefore, no impact has been considered in the Statement as of now.

e) Recognition of Interest Expense

As referred to in **Note 8** of the Statement, the Company has recognized interest expense for the year ended 31st March, 2025 on Bank Borrowings, Inter Corporate Deposits, and claim of EIG (Mauritius) Limited under the head 'Finance Costs' amounting to Rs. 83,806.03 Lakhs (including Rs. 20,947.87 Lakhs recognised in the current quarter) as estimated by the management.

Our conclusion is not modified in respect of these matters.

4. Management's Responsibilities for the Standalone Financial Results

The Company's management under its Board of Directors is responsible for the preparation and presentation of the Financial Statements that give a true and fair view of the loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the management under its Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so. The management under the Board of Directors is also responsible for overseeing the Company's financial reporting process.



5. Auditor's Responsibilities for the Audit of the Standalone Financial Results

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143 (3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management under the Company's Board of Directors.
- Conclude on the appropriateness of the management under Board of Directors' 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 Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report.
- Evaluate the overall presentation, structure, and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results



represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

6. Other Matters

The Standalone Financial Results include the results for the quarter ended 31st March, 2025 being the derived figure between the audited figure in respect of the full financial year and the published unaudited year-to-date figure up to the third quarter of the current financial year which were subjected to a limited review by us, as required under the Listing Regulation.

Our opinion is not modified in respect of these matters.

For V. SINGHI & ASSOCIATES
Chartered Accountants
Firm Registration No.:311017E



(Aniruddha Sengupta)
Partner

Membership No. 051371

UDIN: 250513710MUZZ@1385

Place: Kolkata

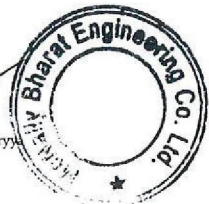
Date: 22nd May 2025

McNALLY BHARAT ENGINEERING COMPANY LIMITED CIN: L45202WB1961PLC025181 Regd. Office: 4 MANGOE LANE, Kolkata 700 001 Web: www.mcnallybharat.com, Email id: mbecl@mbecl.co.in, Phone no: (033) 3014-1111 Statement of Audited Standalone Financial Results for the Quarter and Year ended 31st March, 2025 (Rs. in Lakhs, unless otherwise stated)						
SL.No	Particulars	Three months ended			Year ended	
		31st March, 2025	31st December, 2024	31st March, 2024	31st March, 2025	31st March, 2024
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from operations					
	(a) Net sales/ Income from operations	3,027.32	2,154.35	4,036.02	10,492.36	16,744.31
	(b) Other operating income	-	-	0.24	-	16.97
	Total income from operations	3,027.32	2,154.35	4,036.26	10,492.36	16,761.28
2	Other income	(6,387.74)	712.84	1,468.42	90.81	4,739.36
3	Total income (1+2)	(3,360.42)	2,867.19	5,504.68	10,583.17	21,500.64
4	Expenses					
	(a) Cost of materials consumed	545.58	345.22	1,259.56	1,420.81	7,552.03
	(b) Outsourcing expenses to job workers	1,357.42	1,932.04	1,791.40	6,694.58	7,521.21
	(c) Employee benefits expense	620.72	612.18	620.01	2,511.36	2,962.03
	(d) Finance costs	13,352.40	22,967.73	20,506.61	84,850.37	83,377.18
	(e) Depreciation and amortization expense	71.76	79.53	76.52	296.61	320.90
	(f) Other expenses (Refer Note 12)	80,354.85	4,584.71	6,427.52	86,184.34	8,093.57
	Total expenses	96,302.73	30,521.41	30,681.62	1,81,958.07	1,09,826.92
5	Profit/(Loss) before tax and Exceptional Item (3-4)	(99,663.15)	(27,654.22)	(25,176.94)	(1,71,374.90)	(88,326.28)
	Exceptional Items (Refer Note 13)	233.67	-	-	233.67	-
6	Profit Before Tax	(99,896.82)	(27,654.22)	(25,176.94)	(1,71,608.57)	(88,326.28)
7	Tax expenses:					
	Deferred tax	-	-	-	-	-
8	Profit/(Loss) for the period/year (6-7)	(99,896.82)	(27,654.22)	(25,176.94)	(1,71,608.57)	(88,326.28)
9	Other comprehensive Income					
	Items that will not be reclassified to profit or loss					
	Remeasurements of post-employment benefit plans (net of taxes)	(18.19)	19.35	79.27	39.87	77.41
	Total other comprehensive income/(loss) (net of income tax)	(18.19)	19.35	79.27	39.87	77.41
10	Total comprehensive income/ (loss) for the period/year (8+9)	(99,915.01)	(27,634.87)	(25,097.67)	(1,71,568.70)	(88,248.87)
11	Paid up equity share capital (Face value of the share Rs.10 each)	3,333.33	21,157.08	21,157.08	3,333.33	21,157.08
12	Reserves excluding revaluation reserve	-	-	-	(5,92,560.71)	(4,41,961.27)
13	Earnings per share (of Rs. 10/- each) (not annualised):					
	Weighted Average Equity Share Capital Basic and Diluted	19,350 (51.63)	21,157 (13.07)	21,157 (11.90)	19,350 (88.69)	21,157 (41.75)

Also refer accompanying notes to the financial results.

Place :Kolkata
Date: 22nd May 2025

Partha Sarathi Bhattacharyy
Director
DIN 00329479



McNally Bharat Engineering Company Limited
Audited Standalone Statement of Assets and Liabilities as at 31st March, 2025

(Rs. in Lakhs, unless otherwise stated)

Particulars		As at 31st March, 2025	As at 31st March, 2024
		Audited	Audited
A	ASSETS		
1	Non-current assets		
	Property, Plant and Equipment	1,211.42	1,420.57
	Right to use Assets	249.16	32.49
	Capital work-in-progress	-	462.62
	Other Intangible assets	57.21	62.20
	Financial Assets		
	i. Investments	140.74	136.09
	ii. Trade receivables	-	-
	iii. Loans	-	-
	ii. Other Financial Assets	13.56	12.14
	Deferred tax assets (net)	51,706.60	51,706.60
	Total Non-current Assets	53,378.69	53,832.71
2	Current assets		
	Inventories	22.38	37.12
	Financial Assets		
	i. Trade Receivables	33,872.48	74,203.90
	ii. Cash and cash equivalents	175.51	1,706.98
	iii. Bank balances other than (ii) above	1,882.09	325.16
	iv. Loans	1,744.38	1,744.38
	v. Other financial assets	9,882.25	28,068.01
	Current Tax Assets (net)	128.72	212.68
	Other current assets	15,766.31	39,567.02
	Total Current Assets	63,474.12	1,45,865.25
	Total Assets	1,16,852.81	1,99,697.96
B	EQUITY AND LIABILITIES		
1	Equity		
	Equity share capital	3,333.33	21,157.08
	Other equity	(5,92,560.71)	(4,41,961.27)
	Total Equity	(5,89,227.38)	(4,20,804.19)
	LIABILITIES		
2	Non-current liabilities		
	Financial Liabilities		
	Lease Liabilities	176.69	-
	Provisions	162.24	199.18
	Total Non-current Liabilities	338.93	199.18
3	Current liabilities		
	Financial Liabilities		
	i. Borrowings	3,09,423.86	3,10,773.49
	ii Lease Liabilities	86.13	38.76
	iii. Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	186.38	187.12
	Total outstanding dues of creditors other than micro enterprises and small enterprises	23,301.81	22,142.38
	iv. Other financial liabilities	3,69,551.23	2,82,529.93
	Other current liabilities	3,040.78	4,543.57
	Provisions	151.07	87.72
	Total Current Liabilities	7,05,741.26	6,20,302.97
	Total Liabilities	7,06,080.19	6,20,502.15
	Total Equity and Liabilities	1,16,852.81	1,99,697.96

Place :Kolkata
Date: 22nd May 2025

Partha Sarathi Bhattacharyya
Director
DIN 00329479



McNally Bharat Engineering Company Limited
Standalone Statement of cash flows for the year ended 31st March, 2025

(Rs. in Lakhs, unless otherwise stated.)

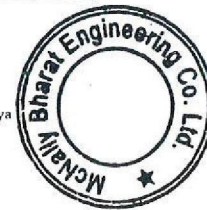
Particulars	Year ended 31st March, 2025	Year ended 31st March, 2024
Cash flow from operating activities		
Profit/(Loss) before income tax	(1,71,608.57)	(88,326.28)
Adjustments for:		
Depreciation Expenses	296.61	320.90
Finance Costs	84,850.37	83,377.18
Interest Income	(85.21)	(4,232.33)
Provision for Slow moving Stock	-	29.27
Expected credit loss provided for/(written back)	(11,091.18)	(105.77)
Bad debts written off	2,481.67	9.99
Provision for Bad & Doubtful Debts	45,972.37	-
Provision for Future Foreseeable Losses in Construction Contracts	3,239.20	5,522.86
Capital Work in Progress written off	462.62	-
Provision for Advance to Supplier	24,995.04	-
Provision for Claims Recoverable	17,648.25	-
Claim Recoverable Written off	251.40	-
Unrealised (gain)/ loss on Foreign Currency Translation (Net)	34.56	13.15
Liability no longer required written back	-	(1.33)
Net (gain)/loss on financial assets measured at fair value through profit or loss	(4.65)	(11.29)
Cash flow from operating activities before change in operating assets and liabilities	(2,557.52)	(3,403.65)
(Increase)/Decrease in trade receivables	2,918.62	1,133.41
(Increase)/Decrease in inventories	14.73	8.29
Increase/(Decrease) in trade payables	1,158.70	(529.35)
(Increase)/Decrease in other financial assets	(688.27)	231.75
(Increase)/decrease in other current assets	(1,194.34)	1,277.43
Increase/(decrease) in provisions	66.30	12.93
Increase/ (decrease) in other financial liabilities	(23.94)	560.76
Increase/ (decrease) in other liabilities	(1,502.79)	(581.90)
Cash generated from operations	(1,808.51)	(1,290.33)
Income taxes (paid)/Refund (net)	83.96	18.21
Net cash inflow / (outflow) from operating activities	(1,724.55)	(1,272.12)
Cash flows from investing activities		
Purchase of Property, Plant and Equipment	(0.14)	(0.80)
Purchase of Other Intangible assets	-	(10.50)
Deposits with Bank	(1,582.71)	(321.51)
Interest received	85.21	247.54
Net cash inflow / (outflow) from investing activities	(1,497.64)	(85.27)
Cash flows from financing activities		
Proceeds from borrowings	5,707.78	277.61
Repayment of borrowings	(7,042.04)	(21.49)
Repayment of Lease liability	(74.94)	(73.06)
Finance cost paid on account of lease liability	(24.93)	-
Issue of new share capital	3,166.67	-
Finance Cost	(41.82)	(66.92)
Net cash inflow / (outflow) from financing activities	1,690.72	116.14
Net increase / (decrease) in cash and cash equivalents	(1,531.47)	(1,241.25)
Cash and cash equivalents at the beginning of the financial year	1,706.98	2,948.23
Cash and cash equivalents at end of the year	175.51	1,706.98
Particulars	31st March 2025	31st March 2024
Cash on hand	0.63	0.84
Balance with Banks in Current Account	174.88	946.09
Balance with Banks in Cash Credit Account	-	6.15
Deposits with maturity of less than three months	-	753.90
Total Cash & Cash equivalents at the end of the year	175.51	1,706.98

Place : Kolkata
Date: 22nd May 2025

Am

Am

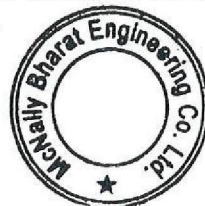
Pariha Sarathi Bhattacharyya
Director
DIN 00329479



McNally Bharat Engineering Company Limited

Notes to the Statement of Standalone Financial Results for the quarter and year ended 31st March, 2025.

1. Pursuant to the application bearing C.P (IB) No. 891/KB/2020, filed by one of the Financial Creditors of the Company with the National Company Law Tribunal, Kolkata Bench (the "NCLT") under section 7 of Insolvency and Bankruptcy Act, 2016 vide Order dated 29.04.2022 directed the initiation of Corporate Insolvency Resolution Process (CIRP) against the Company. CA Anuj Jain (IBBI/IPA-001/IP-P00142/2017-18/10306) was appointed as the Interim Resolution Professional (IRP). Thereafter, CA Ravi Sethia (IBBI/IPA-001/IP-P 01305/2018-2019/12052) was appointed as the Resolution Professional (RP) vide NCLT Order dt.26.08.2022. Upon commencement of CIRP, the powers of the Board of Directors of the Company stood suspended and the management of the Company remained vested with the IRP/Resolution Professional (RP).
2. A Committee of Creditors (CoC) was constituted on 18.05.2022 and based on the collation of all claims by the IRP, a report was submitted to the NCLT. The CoC was further reconstituted from time to time by the IRP/RP (such reconstitution having taken place last on 29.12.2022) and intimation filed with the Hon'ble NCLT, Kolkata Bench.
3. The Resolution Plan of one of the Resolution Applicants received the CoC approval by the requisite majority, in terms of the Insolvency and Bankruptcy Code, 2016 and the CoC authorised the RP to issue the Letter of Intent in terms of the request for Resolution Plan and thereafter submit the application before the Hon'ble NCLT for final approval of the Resolution Plan. The application was submitted before the NCLT on 03.08.2023.
4. The Hon'ble NCLT approved the Resolution Plan of one of the resolution applicants, namely M/s BTL EPC Limited, the Successful Resolution Applicant ("SRA") vide Order dated 19.12.2023 and a Monitoring Committee ("MC"), replacing the CoC, was formed in accordance with the said Order (the "Approved Resolution Plan"). Since, the Approved Resolution Plan could not be implemented within the "effective date" i.e 17.02.2024 owing to uncontrollable challenges faced by the SRA, the MC filed an application with the Hon'ble NCLT to seeking appropriate directions and recourse with respect to the approved Resolution Plan. On 3rd December 2024, Hon'ble NCLT passed a subsequent order granting extension of the "effective date" for the implementation of the Resolution Plan up to 21 days from the date of uploading the NCLT Order i.e. up to 06.01.2025.
 - a) BTL EPC Limited, the SRA nominated Mandal Vyapar Private Limited ("MVPL") as its Special Purpose Vehicle ("SPV") which was noted at the 5th Monitoring Committee meeting held on 16th December, 2024 for the purpose of implementing the approved Resolution Plan.
 - b) In terms of the approved Resolution Plan, the SRA was required to disburse payments in three tranches. As of March 31, 2025, the SRA had disbursed the first tranche and a part of the second tranche. These Financial Statements have been prepared basis the payment of tranches mentioned hereinabove. The MC on receipt of the tranche amount had been distributed the same to the respective claimants in accordance with the approved Resolution Plan as detailed in Note No. 4(f) of the Management Notes to the Financial Statements.



At the 12th MC Meeting held on 12th February 2025, the SRA indicated its inability to honour the 2nd tranche payment on the scheduled date and agreed to make a partial payment immediately, and the balance amount on/before 10th March 2025 with interest for the delayed payment. However, at the 13th MC Meeting held on 13th March 2025, SRA informed that the funds have not been infused owing to procedural delays at its end.

At the 15th MC Meeting held on 27th March 2025, the SRA reiterated that while it was keen to make balance tranche payments, certain challenges had caused delays in the infusion of funds. Accordingly, the SRA requested the MC Members to allow additional time and extend their support until 30th June 2025 to make the balance payment along with interest. Subsequently, the SRA filed Interlocutory Application No. 1908134/01611/2025 dated 22nd April 2025 before the Hon'ble NCLT seeking extension of time till 30th September 2025 for payment of the outstanding tranches. As on the date of approval of these Financial Statements, the application is under consideration of the Hon'ble NCLT.

- c) Upon implementation of the Resolution Plan, the entire existing share capital of the Company stood extinguished and cancelled to the extent of 95% in accordance with the terms set forth in the Resolution Plan.

Subsequent to such extinguishment, the Company has issued fresh equity shares to Mandal Vyapar Private Limited (acting as the Special Purpose Vehicle nominated by the Successful Resolution Applicant) and the Assenting Financial Creditors. As per plan, SRA has to pay Re. 0.01 per share to all the existing shareholders as a "goodwill gesture" amounting to Rs. 21.16 Lakhs which is transferred to a separate escrow account for payment to existing shareholders. The Company's capital structure as on 31st March 2025 was as follows:

Sl. No.	Name of Allottees	No. of Equity Shares	Amount Rs. in Lakhs
1	Mandal Vyapar Private Limited (SPV nominated by SRA)	3,00,00,000.00	3,000.00
2	Financial Creditors	16,67,000.00	166.67
3	Existing shareholders	16,66,667.00	166.66
	Total	3,33,33,334.00	3,333.33

- d) The Company has duly complied with all applicable legal and regulatory requirements, including but not limited to those prescribed under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has filed all requisite forms and disclosures with the Bombay Stock Exchange (BSE), National Stock Exchange (NSE) and Ministry of Corporate Affairs relevant to the allotment and listing of the newly issued equity shares. And is awaiting approval from the respective stock exchange.
- e) By virtue of implementation of the Resolution Plan, Mandal Vyapar Private Limited as on 31st March 2025 holds 300,00,000 equity shares of nominal value Rs. 10 each of McNally Bharat Engineering Company Limited constituting 90% of its paid up share capital and hence, a holding company of the latter.
- f) As per the approved Resolution Plan read with the NCLT Order dated 3rd December 2024, the SRA was required to pay the agreed consideration in 3 (three) tranches at the scheduled dates. The SRA having paid the first tranche in full and a part of the second tranche, the Monitoring Committee proportionately distributed the amount as under:



Sl. No	Particulars	Amount(Rs. in Lakhs)	Adjustment in the Financial Statements
(i)	Financial Creditors	6,876.08	Borrowings
(ii)	Form B – Operational Creditors	41.54	Trade Payables
(iii)	Form B – Government Creditors	233.67	Exceptional Items
(iv)	Form D – Employee Claims	0.95	Employee benefits
(v)	Form F – Other Claims	10.00	Trade Payables
(vi)	Existing shareholders	21.16	Other Equity
(vii)	CIRP Costs	378.88	Trade Payable
	Total	7,562.28	

The above amounts have been adjusted with the existing liabilities admitted by the Resolution Professional.

- g) After the date of approval of the Resolution Plan, a Bank Guarantee amounting to Rs. 275.34 Lakhs was invoked by a customer. The related cost has been duly recognized in the Company's books and funded entirely through internal accruals. In accordance with the provisions of the Plan, this shall be treated as a payment made to secured financial creditors, under the protection extended by the SRA.
5. In accordance with the Resolution Plan, the Company was required to disburse payments against admitted claims to the extent of the funds received. However, the full settlement has not yet been completed and therefore, the balance unutilized funds have been maintained in an escrow account held by the Company. This balance is presented under 'Other Bank Balances' in the Financial Statements.
6. On January 6, 2025, the Company reconstituted its Board in accordance with the NCLT order, marking the cessation of office for the previous directors. The newly constituted Board appointed directors and formed the statutory committees as required under the Companies Act.
7. The above standalone financial results have been prepared in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with SEBI circular dated July 05, 2016. .

The company has been receiving regulatory enquiries/ notices/ summons/ show-cause/ demand/ orders from various government authorities such as Goods and Services Tax and Income Tax. In view of Company's undergoing corporate insolvency resolution process all existing civil legal proceedings shall be kept in abeyance until completion of Resolution Plan implementation. Therefore, no impact has been considered in the Financial Statements as of now.

8. i) The Company has been categorised as Non-Performing Asset by the lender banks and the majority of the Lender Banks stopped debiting interest on their outstanding debts. After the Company was admitted in NCLT, the Lender Banks submitted their claims to the IRP/RP amounting to Rs 3,62,003.83 lakhs (including interest) out of which claims amounting to Rs. 3,61,778.21 lakhs had been admitted. The Company has provisionally accounted for interest from the date of categorisation as Non-Performing Asset by lender banks till 31.03.2025 amounting to Rs. 3,08,925.80 lakhs out of which interest amounting to Rs. 74,107.12 Lakhs has been recognised during the year ended 31st March 2025 under the head 'Finance Cost'.
- ii) Financial Creditors other than lender banks have also submitted their claims to RP amounting to Rs.2,03,216.42 Lakhs out of which Rs.1,14,120.40 lakhs was admitted by RP. The company has



provisionally accounted for interest till 31.03.2025 amounting to Rs. 32,061.49 lakhs (out of which interest amounting to Rs. 8,450.07 lakhs has been recognised during the year ended 31st March, 2025) under the head 'Finance Cost'.

iii) Apart from above, claim of M/s EIG (Mauritius) Ltd. against the Company was admitted by RP as per arbitration award to the tune of Rs. 7,773.61 lakhs which has been recognised in the books of account and consequently, the interest of Rs. 3,245.37 lakhs thereon till 31.03.2025 (out of which interest amounting to Rs. 1,248.84 Lakhs has been recognised during the year ended 31st March 2025) has also been provided under "Finance Cost". The operational creditors have also submitted claims to the IRP/RP amounting to Rs. 53,320.16 lakhs out of which, the RP has admitted claims of Rs.18,401.82 lakhs only.

9. The Company had recognised Deferred Tax Assets amounting to Rs 51,706.60 Lakhs up to 31st March, 2018. The Company believes that based on the infusion of fresh funds with investors' support there will be adequate future taxable profits available to the Company against which the Deferred Tax Assets can be utilized. However, as a matter of prudence, the Company has not recognized Deferred Tax Assets thereafter.
10. In June 2024, the Company filed application with Stock Exchanges, seeking waiver of SOP fines levied under the SEBI LODR Regulations and paid necessary processing fees in this regard. The matter is currently under review by the respective stock exchanges. The company also filed an application with the Hon'ble NCLT, Kolkata in October 2024 seeking exemption from the said SOP fines. The matter is posted for hearing by NCLT 16th June 2025.
11. Trade Receivables, Other Financial Assets, Other Current Assets, Trade Payables, and Advances from Customers are subject to confirmation and reconciliation with the respective parties. These balances are also subject to the outcome of pending arbitrations, claim settlements, and any consequential adjustments arising therefrom, if any. Furthermore, the Management's review process in this regard is ongoing, the impact of which, if any, will be accounted for in due course.
12. Pursuant to the approval and ongoing implementation of the Resolution Plan and after due assessment of the recoverability of outstanding balances, Management assessed the balances lying in the books and having significant doubts on its realisability considered that appropriate provisions/impairments should be made in that regard. Hence, necessary provisions were made as a precautionary measure ensuring that the financial results reflect a true and fair view of the Company's financial position. The provisions are disclosed under the head - Other Expenses in the Statement of Profit and Loss.

Amount Rs. in Lakhs

Sl. No	Head	Balance as on 31st March 25 before provision	Provision made during the financial year 2024-25	Closing balance as on 31st March 2025 after provision
1	Debtors	68,753.68	34,881.20	33,872.48
2	Claims Recoverable	21,454.57	18,625.86	2,828.72
3	Advance to Suppliers	25,138.23	24,995.04	143.18
4	Capital Work in Progress	462.62	462.62	-

Note- Provision are net of Ind-AS effects




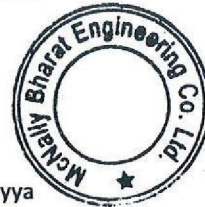
13. Exceptional items include an amount of Rs. 233.67 lakhs paid towards government dues, as per the claims admitted by the Resolution Professional accounted for in the books during the reporting period.
14. The Standalone Financial Results have been reviewed by the Audit Committee on 22nd May, 2025 and approved on even date by the Company's Board of Directors with the qualifications as mentioned by Statutory Auditors. The said results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India
15. The Company is primarily engaged in the business of Construction and Engineering activities hence no Separate disclosure has been made for segment reporting as per Ind AS 108-Operating Segments.
16. The above Results have been reviewed by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
17. The figures for the quarters ended March 31, 2025 and March 31, 2024 have been derived as the difference between the audited results for the twelve months ended on those dates and the audited results for the nine months ended December 31 of the respective financial years.
18. Project business is subject to quarterly variations and one quarter's performance in isolation does not necessarily indicate full year's performance.
19. Previous period and Previous Year figures have been reclassified/ regrouped / rearranged, wherever found to be necessary to make them comparable with the current period/ year figures.

Place: Kolkata
Dated: 22nd May 2025





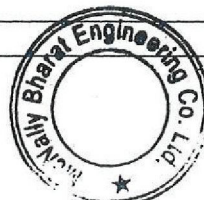

Partha Sarathi Bhattacharyya
Director
DIN 00329479

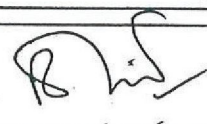
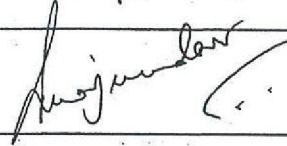




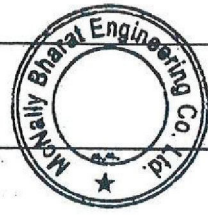
**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-
with Annual Audited Financial Results - (Standalone)**

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs in lakhs)	Adjusted Figures (audited figures after adjusting for qualifications)
I	1 Total Income	10,583.17	Not adjusted [Refer II(a) below]
	2 Total Expenditure	1,81,958.07	Not adjusted [Refer II(a) below]
	3 Net Profit/(Loss)	(1,71,568.70)	Not adjusted [Refer II(a) below]
	4 Earnings Per Share	(89.69)	Not adjusted [Refer II(a) below]
	5 Total Assets	1,16,852.81	Not adjusted [Refer II(a) below]
	6 Total Liabilities	1,16,852.81	Not adjusted [Refer II(a) below]
	7 Net Worth	(5,89,227.39)	Not adjusted [Refer II(a) below]
	8 Any other financial item(s) (as felt appropriate by the management)		
II	Audit Qualification (each audit qualification separately):		
	a. Details of Audit Qualification:	<p>a) Current Assets and Current Liabilities</p> <p>i. We draw attention to Note 11 to the statement regarding Trade Receivables, Advance to Suppliers, Trade Payables, Other Financial Assets, and Advance from Customers being subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.</p> <p>ii. Further, Claims Recoverable (BG Encashed) amounting to Rs. 36,183.70 Lakhs out of which specific provision is made of Rs. 32,377.38 Lakhs. The above amount includes Rs. 3,806.32 Lakhs under arbitration whose fair value is Rs. 2,828.72 Lakhs are doubtful. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not applicable	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification:	Not applicable	
	(ii) If management is unable to estimate the impact, reasons for the same:	Pursuant to the approval and ongoing implementation of the Resolution Plan and after due assessment of the recoverability of outstanding balances, Management assessed the balances lying in the books and having significant doubts on its realisability considered that appropriate provisions/impairments should be made in that regard. Hence, necessary provisions were made towards doubtful debts for Rs. 34,881.20 Lacs, Claim recoverable for Rs. 18,625.86 Lacs, Advance to Suppliers for Rs. 24,995.04 Lacs and Capital Work in Progress for Rs. 462.62 Lacs as a precautionary measure ensuring that the financial results reflect a true and fair view of the Company's financial position. The provisions are disclosed under the head - Other Expenses in the Statement of Profit and Loss.	
	(iii) Auditors' Comments on (i) or (ii) above:	Agreed	
	a. Details of Audit Qualification:	<p>b) Non-adjustment of the Carrying Value of the Loan</p> <p>In earlier years, the Company had given unsecured loans to Vedica Sanjeevani Projects Private Limited ("VSPPL"). VSPPL vide their letter dated 15th February 2022 Informed the Company that it was unable to service the debt and requested the Company for a moratorium on the repayment of the loan, including interest for two years i.e., Financial Year 2021-22 and Financial Year 2022-23. Subsequently, the Company had stopped recognizing interest income on the same. In the absence of any further communication between the Company and VSPPL in the current year, we are unable to comment on the realizability of loan and its interest and consequential adjustment to be made in the books. This constitutes a material departure from the requirements of Indian Accounting Standard - 109 "Financial Instrument".</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not applicable	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification:	Not applicable	
	(ii) If management is unable to estimate the impact, reasons for the same:	In the absence of any further communication with Vedica, the company is unable to estimate the impact.	
	(iii) Auditors' Comments on (i) or (ii) above:	Agreed	
	a. Details of Audit Qualification:	<p>c) Recognition of Deferred Tax Assets</p> <p>Note 9 to the Statement that the Company had recognized deferred tax assets of Rs. 51,706.60 lakhs up to 31st March, 2018 which is being carried forward in books by the Company expecting adequate future taxable profits after infusion of fresh funds in the Company by the Successful Resolution Applicant (SRA) i.e. BTL EPC Limited against which the deferred tax assets could be adjusted. The Company has been continually incurring losses and its net worth has been fully eroded. We are unable to obtain sufficient appropriate evidence with respect to the management's assertions and are therefore, unable to comment on the carrying value of the aforesaid net deferred tax assets on 31st March, 2025. This constitutes a material departure from the requirements of Indian Accounting Standard 12 "Income Taxes".</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	



	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
	(i) Management's estimation on the impact of audit qualification:	Not applicable
	(ii) If management is unable to estimate the impact, reasons for the same:	The Company believes that based on the infusion of fresh funds with investors' support there will be adequate future taxable profits available to the Company against which the Deferred Tax Assets can be utilized. However, as a matter of prudence, the Company has not recognized Deferred Tax Assets thereafter.
	(iii) Auditors' Comments on (i) or (ii) above:	Agreed
III	Signatories:	
	• CEO	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
	Place: Kolkata	
	Date: May 22, 2025	



V. SINGHI & ASSOCIATES

Chartered Accountants

Four Mangoe Lane

Surendra Mohan Ghosh Sarani,
Ground Floor, Kolkata – 700 001

Phone : +91 33 2210 1125/26

E-mail : kolkata@vsinghi.com

Website : www.vsinghi.in

Independent Auditor's Report on Audited Consolidated Financial Results of McNally Bharat Engineering Company Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Audit Report

The Board of Directors of,

McNally Bharat Engineering Company Limited

1. Adverse Opinion

We have audited the accompanying Statement of Consolidated Financial Results of **McNALLY BHARAT ENGINEERING COMPANY LIMITED** ("the Company") for the quarter and year ended 31st March, 2025 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/80/2019 dated 19th July, 2019 ("the Circular").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of other auditor on separate audited financial statements of subsidiary, the aforesaid financial results;

- a. includes the results of the subsidiaries as stated in Para 3 (f),
- b. has been presented, except for the matter dealt with in Basis for Adverse Opinion Para (Para No. 2), in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and
- c. does not give, due to the significance of the matter described in the Basis of Adverse Opinion Para, a true and fair view, in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter and year ended on 31st March, 2025.



2. Basis for Adverse Opinion

a) Current Assets and Current Liabilities

- i. We draw attention to **Note 11** to the statement regarding Trade Receivables, Advance to Suppliers, Trade Payables, Other Financial Assets, and Advance from Customers being subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.
- ii. Further, Claims Recoverable (BG Encashed) amounting to Rs. 36,183.70 Lakhs out of which specific provision is made of Rs. 32,377.38 Lakhs. The above amount includes Rs. 3,806.32 Lakhs under arbitration whose fair value is Rs. 2,828.72 Lakhs are doubtful. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.

b) Non-adjustment of the Carrying Value of the Loan

In earlier years, the Company had given unsecured loans to Vedica Sanjeevani Projects Private Limited (“VSPPL”). VSPPL vide their letter dated 15th February 2022 informed the Company that it was unable to service the debt and requested the Company for a moratorium on the repayment of the loan, including interest for two years i.e., Financial Year 2021-22 and Financial Year 2022-23. Subsequently, the Company had stopped recognizing interest income on the same. In the absence of any further communication between the Company and VSPL in the current year, we are unable to comment on the realizability of loan and its interest and consequential adjustment to be made in the books.

This constitutes a material departure from the requirements of Indian Accounting Standard – 109 “Financial Instrument”.

c) Recognition of Deferred Tax Assets

Note 9 to the Statement that the Company had recognized deferred tax assets of Rs. 51,706.60 lakhs up to 31st March, 2018 which is being carried forward in books by the Company expecting adequate future taxable profits after infusion of fresh funds in the Company by the Successful Resolution Applicant (SRA) i.e., BTL EPC Limited against which the deferred tax assets could be adjusted.

The Company has been continually incurring losses and its net worth has been fully eroded. We are unable to obtain sufficient appropriate evidence with respect to the management’s assertions and are therefore, unable to comment on the carrying value of the aforesaid net deferred tax assets on 31st March, 2025.



This constitutes a material departure from the requirements of Indian Accounting Standard 12 “Income Taxes”.

3. Emphasis of Matters

We draw attention to the following matters in the notes to the Statement:

a) **Approval of Resolution Plan by the Committee of Creditors/ NCLT**

Note 1 to 5 to the Statement informs that the Hon’ble National Company Law Tribunal (NCLT), Kolkata Bench admitted the Corporate Insolvency Resolution Process (CIRP) against the Company and appointed Mr. Ravi Sethia (IBBI/IPA-001/IP-P01305/2018-2019/12052) as the Resolution Professional (RP). The RP received resolution plans from four applicants. Of the four, the resolution plan of one of the applicants received approval from the Committee of Creditors by the requisite majority and thereafter the RP submitted the application before the Hon’ble NCLT on 3rd August 2023 for its final approval. On the 19th December 2023, Hon’ble NCLT pronounced its Order in favor of one of the Resolution Applicants i.e. BTL EPC Limited (the “SRA”). Pursuant to the approval of the Plan by the Hon’ble NCLT on 19th December 2023, the Monitoring Committee (“MC”) was duly constituted to oversee the Plan implementation. However, the effect of the order on the financial result of the Company shall be ascertained based on the fulfilment of conditions mentioned in the approved Resolution Plan read with the said NCLT Order.

b) **Implementation of Resolution Plan**

- i. BTL EPC Limited, the SRA nominated Mandal Vyapar Private Limited (“MVPL”) as its Special Purpose Vehicle (“SPV”) which was noted at the 5th Monitoring Committee meeting held on 16th December, 2024 for the purpose of implementing the approved Resolution Plan.
- ii. In terms of the approved Resolution Plan, the SRA was required to disburse payments in three tranches. As of March 31, 2025, the SRA had disbursed the first tranche and a part of the second tranche. These Financial Statements have been prepared basis the payment of tranches mentioned hereinabove. The MC on receipt of the tranche amount had been distributed the same to the respective claimants in accordance with the approved Resolution Plan as detailed in Note No. 4(f) of the Management Notes to the Financial Statements.

At the 12th MC Meeting held on 12th February 2025, the SRA indicated its inability to honour the 2nd tranche payment on the scheduled date and agreed to make a partial payment immediately, and the balance amount on/before 10th March 2025 with interest for the delayed payment. However, at the 13th MC Meeting held on 13th March 2025, SRA informed that the funds have not been infused owing to procedural delays at its end.

At the 15th MC Meeting held on 27th March 2025, the SRA reiterated that while it was keen to make balance tranche payments, certain challenges had caused delays in the



infusion of funds. Accordingly, the SRA requested the MC Members to allow additional time and extend their support until 30th June 2025 to make the balance payment along with interest. Subsequently, the SRA filed Interlocutory Application No. 1908134/01611/2025 dated 22nd April 2025 before the Hon'ble NCLT seeking extension of time till 30th September 2025 for payment of the outstanding tranches. As on the date of approval of these Financial Statements, the application is under consideration of the Hon'ble NCLT.

- iii. Upon implementation of the Resolution Plan, the entire existing share capital of the Company stood extinguished and cancelled to the extent of 95% in accordance with the terms set forth in the Resolution Plan. Subsequent to such extinguishment, the Company has issued fresh equity shares to Mandal Vyapaar Private Limited (acting as the Special Purpose Vehicle nominated by the Successful Resolution Applicant) and the Assenting Financial Creditors. As per the Resolution plan, SRA has to pay Re. 0.01 per share to all the existing shareholders amounting to Rs. 21.16 Lakhs which is transferred to a separate escrow account for payment to existing shareholders. As per this, capital structure of the Holding Company has changed as given below:

Sl	Name of Allottees	No. of Equity Shares	Amount (Rs. in Lakhs)
1	Mandal Vyapaar Private Limited (SPV nominated by SRA)	3,00,00,000.00	3,000.00
2	Financial Creditors	16,67,000.00	166.67
3	Existing shareholders	16,66,667.00	1,66.66
	Total	3,33,33,334.00	3,333.34

- iv. The Holding Company has duly complied with all applicable legal and regulatory requirements, including but not limited to those prescribed under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Holding Company has filed all requisite forms and disclosures with the Bombay Stock Exchange (BSE), National Stock Exchange (NSE) and Ministry relevant to the allotment and listing of the newly issued equity shares and is awaiting approval from the respective stock exchange.
- v. By virtue of implementation of Resolution Plan, Mandal Vyapaar Private Limited as on 31st March 2025 holds 300,00,000 equity shares of nominal value Rs. 10 each of Mnally Bharat Engineering Company Limited constituting 90% of its paid up share capital and hence a holding company of the latter.
- vi. As per the approved Resolution plan read with the NCLT Order dated 3rd December 2024, the SRA was required to pay the agreed consideration in 3 (three) tranches at the scheduled dates. The SRA having paid the first tranche in full and a part of the second tranche, the Monitoring Committee proportionately distributed the amount as under:



Sl. No	Particulars	Amount(Rs. in Lakhs)	Adjustment in Financial Statements
(i)	Financial Creditors	6,876.08	Borrowings
(ii)	Form B – Operational Creditors	41.54	Trade Payables
(iii)	Form B – Government Creditors	233.67	Exceptional Items
(iv)	Form D – Employee Claims	0.95	Employee benefits
(v)	Form F – Other Claims	10.00	Trade Payables
(vi)	Existing shareholders	21.16	Other Equity
(vii)	CIRP Costs	378.88	Trade Payable
	Total	7,562.28	

The above amounts have been adjusted with the existing liabilities which is admitted by the Resolution Professional.

- vii. In accordance with the Resolution Plan, the Holding Company was required to disburse payments against admitted claims to the extent of the funds received. However, the full settlement has not yet been completed. The unutilized balance from the funds received is currently maintained in an escrow account held by the Holding Company. This balance is presented under 'Other Bank Balances' in the Financial Statements.
- viii. After the approval of the Resolution Plan, a Bank Guarantee amounting to INR 275.34 Lakhs was invoked by a customer. The related cost has been duly recognized in the Company's books and funded entirely through internal accruals. In accordance with the provisions of the plan, this shall be treated as a payment made to secured financial creditors, under the protection extended by the SRA.

c) Material Uncertainty Related to Going Concern

Note 4 to the Statement that the Company has incurred a net loss of Rs. 1,71,610.71 lakhs (before comprehensive income) during the year ended 31st March, 2025, and is unable to meet its financial commitments/covenants to lenders and various other stakeholders. The ability to continue as a going concern is dependent upon many factors including continued support from the financial creditors, operational creditors and customers. These events and conditions indicate a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The ability of the Company to continue as a going concern is dependent on the successful implementation of the Resolution plan as approved by the Hon'ble National Company Law Tribunal. However, we could not gather sufficient evidence with respect to the management's assertion and in absence of



required documents/evidence are unable to comment on the preparation of the Statement.

d) Non-Assessment of Pending Litigations

As per **Note 7** of the Statement, the Company has been receiving regulatory enquiries/ notices/ summons/ show cause/ demands/ orders from various Government authorities such as Goods and Services Tax and Income Tax. In view of the Company undergoing corporate insolvency resolution process all existing civil and legal proceedings shall be kept in abeyance until completion of Resolution Plan implementation. Therefore, no impact has been considered in the Statement as of now.

e) Recognition of Interest Expense

As referred to in **Note 8** of the Statement, the Company has recognized interest expense for the year ended 31st March, 2025 on Bank Borrowings, Inter Corporate Deposits, and claim of EIG (Mauritius) Limited under the head 'Finance Costs' amounting to Rs. 83,806.03 Lakhs (including Rs. 20,947.87 Lakhs recognised in the current quarter) as estimated by the management.

Our conclusion is not modified in respect of these matters.

f) Others

The Statement includes the results of the following subsidiaries;

Wholly Owned Subsidiary Companies of the Holding Company

- McNally Bharat Equipments Limited
- MBE Mineral Technologies Pte Limited
- MBE Minerals Zambia Limited

The Statement does not include the results of the following Joint Ventures;

Joint Ventures of the Holding Company

- EMC MBE Contracting Company LLC
- McNally – Trolex
- McNally – AML
- McNally – Trolex – Kilburn

Our conclusion is not modified in respect of these matters.

4. Management's Responsibilities for the Consolidated Financial Results

The Company's management under its Board of Directors is responsible for the preparation and presentation of the Financial Statements that give a true and fair view of the loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting



principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Results, the management under the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so. The management under the Board of Directors is also responsible for overseeing the Company's financial reporting process. The management under monitoring committee is also responsible for overseeing the Group's financial reporting process.

5. Auditor's Responsibilities for the Audit of the Consolidated Financial Results

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

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143 (3)(i)



of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management under the Company's Board of Directors.
- Conclude on the appropriateness of the management under the Board of Directors' 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 Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report.
- Evaluate the overall presentation, structure, and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



6. Other Matters

- a) The Consolidated Financial Results include the unaudited Financial Information/Results of two foreign subsidiaries and audited Financial Information/Results of one Indian subsidiary whose Interim Financial information/results reflect the Group's share of total assets of Rs. 224.07 Lakhs as at 31st March, 2025, Group's share of total revenue of Rs.9.61 Lakhs for the financial year ended 31st March 2025 and Group's share of total net loss of Rs.2.15 Lakhs for the financial year ended 31st March 2025, as considered in the Consolidated Financial Results. These Financial Information/Results have been furnished to us by the management under monitoring committee and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities is based solely on such interim Financial Information/Results. In our opinion and according to the information and explanations given to us by the management under the RP, these interim financial information/results are not material to the Group.
- b) The Consolidated Financial Results include the results for the quarter ended 31st March, 2025 being the derived figure between the audited figure in respect of the full financial year and the published unaudited year-to-date figure up to the third quarter of the current financial year which were subjected to a limited review by us, as required under the Listing Regulation.

Our opinion is not modified in respect of these matters.

For V. SINGHI & ASSOCIATES
Chartered Accountants
Firm Registration No.:311017E



(Aniruddha Sengupta)
Partner

Membership No. 051371

UDIN: 25051371BMUIZR2435

Place: Kolkata

Date: 22nd May 2025

McNALLY BHARAT ENGINEERING COMPANY LIMITED

CIN: L45202WB1961PLC025181

Regd. Office: 4 MANGOE LANE, Kolkata 700 001

Website: www.mcnallybharat.com, Email id: mbecal@mbecl.co.in, Phone no: (033) 6628-1213

Statement of Consolidated Audited Financial Results for the quarter and year ended 31st March, 2025

(Amount in lakhs, unless otherwise stated)

Particulars	For The Three months ended			For The Year ended	
	31st March, 2025	31st December, 2024	31st March, 2024	31st March, 2025	31st March, 2024
	Audited	Unaudited	Audited	Audited	Audited
1 Revenue from operations	3,037.59	2,154.35	4,035.31	10,501.60	16,811.26
2 Other income	(6,387.97)	712.97	1,468.43	90.24	4,739.84
3 Total income (1+2)	(3,350.38)	2,867.32	5,503.74	10,591.84	21,551.10
4 Expenses					
(a) Cost of materials consumed	545.55	345.22	1,259.77	1,420.82	7,552.24
(b) Outsourcing expenses to job workers	1,357.43	1,932.04	1,791.43	6,694.58	7,552.31
(c) Employee benefits expense	620.72	612.18	620.01	2,511.36	2,962.03
(d) Finance costs	13,352.41	22,967.73	20,506.61	84,850.37	83,377.18
(e) Depreciation and amortisation expense	71.77	79.53	76.52	296.61	320.90
(f) Other expenses (Refer Note 12)	80,365.56	4,584.72	6,427.06	86,195.14	8,103.74
Total expenses	96,313.44	30,521.42	30,681.40	1,81,968.88	1,09,868.40
5 Profit/ (Loss) before tax and Exceptional Items (3-4)	(99,663.82)	(27,654.10)	(25,177.66)	(1,71,377.04)	(88,317.30)
6 Exceptional Items (Refer Note 13)	(233.67)	-	-	(233.67)	-
Profit/ (Loss) before tax (5+6)	(99,897.49)	(27,654.10)	(25,177.66)	(1,71,610.71)	(88,317.30)
7 Tax expenses:					
Current tax	-	-	2.33	-	2.33
8 Profit/ (Loss) for the period/year	(99,897.49)	(27,654.10)	(25,179.99)	(1,71,610.71)	(88,319.63)
9 Other Comprehensive Income					
(a) Items that will not be reclassified to profit or loss :					
Remeasurements of Post-employment Defined Benefit Obligations	(18.20)	19.35	79.27	39.87	77.41
(b) Items that will be reclassified to profit or loss :					
Exchange Difference on translation of foreign operations	2.06	3.71	(8.47)	17.82	(13.25)
Total other comprehensive income (net of income tax)	(16.14)	23.06	70.80	57.69	64.16
10 Total comprehensive income for the period/year (8+9)	(99,913.63)	(27,631.03)	(25,109.19)	(1,71,553.02)	(88,255.47)
11 Profit/(Loss) attributable to:					
Owners of the Holding Company	(99,897.49)	(27,654.10)	(25,179.99)	(1,71,610.70)	(88,319.67)
Non-Controlling interest	(0.00)	0.00	(0.02)	(0.01)	0.04
Total	(99,897.50)	(27,654.10)	(25,179.99)	(1,71,610.71)	(88,319.63)
12 Other Comprehensive income is attributable to :					
Owners of the Holding Company	(16.13)	23.06	70.80	57.69	64.16
Non-Controlling interest	-	-	-	-	-
Total	(16.13)	23.06	70.80	57.69	64.16
13 Total Comprehensive income is attributable to :					
Owners of the Holding Company	(99,913.63)	(27,631.04)	(25,109.17)	(1,71,553.01)	(88,255.51)
Non-Controlling interest	(0.00)	0.00	(0.02)	(0.01)	0.04
Total	(99,913.63)	(27,631.04)	(25,109.19)	(1,71,553.02)	(88,255.47)
14 Paid up equity share capital (Face value of the share Rs.10 each)	3,333.33	21,157.08	21,157.08	3,333.33	21,157.08
15 Reserve excluding revaluation reserve	-	-	-	(5,92,474.95)	(4,41,891.17)
16 Earnings Per Share (of Rs. 10/- each) (not annualised):					
Weighted Average Equity Share Capital	19350	21157	21157	19350	21157
Basic and Diluted	(51.63)	(13.07)	(11.90)	(88.69)	(41.74)

Place: Kolkata

Date: 22nd May 2025

Am

[Signature]



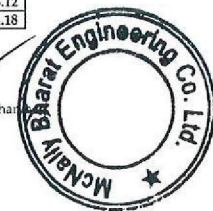
Partha Sarathi Bhattacharya
Director
DIN: 00329479



McNALLY BHARAT ENGINEERING COMPANY LIMITED CIN: L45202WB1961PLC025181 Regd. Office: 4 MANGOE LANE, Kolkata 700 001 Web: www.mcnallybharat.com, Email id: mbecal@mbecel.co.in, Phone no: (033) 6628-1213 Consolidated Statement of Asset and Liabilities as at 31st March, 2025		
(Amount in lakhs, unless otherwise stated)		
Particulars	As at 31st March 2025 (Audited)	As at 31st March 2024 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	1,211.42	1,420.57
Right to use assets	249.16	32.49
Capital work-in-progress	-	462.62
Other Intangible assets	57.21	62.20
Financial assets		
i. Investments	130.80	126.15
ii. Other financial assets	29.02	27.60
Deferred tax assets	51,706.50	51,706.60
Total non-current assets	53,384.21	53,838.23
Current assets		
Inventories	22.38	37.12
Financial assets		
i. Trade receivables	33,927.37	74,241.16
ii. Cash and cash equivalents	224.96	1,743.73
iii. Bank balances other than (ii) above	1,882.09	325.16
iv. Loans	1,809.95	1,816.01
v. Other financial assets	9,887.97	28,132.37
Current tax assets(net)	135.29	227.46
Other current assets	13,774.56	39,572.94
Total current assets	63,664.57	1,46,095.95
Total assets	1,17,048.78	1,99,934.18
EQUITY AND LIABILITIES		
Equity		
Equity share capital	3,333.33	21,157.08
Other equity		
Reserves and surplus	(5,92,474.95)	(4,41,891.17)
Equity attributable to owners of the Holding Company	(5,89,141.62)	(4,20,734.09)
Non-controlling interests	0.14	0.15
Total equity	(5,89,141.48)	(4,20,733.94)
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
i. Borrowings	115.00	115.00
ii. Lease Liabilities	176.69	-
Provisions	162.24	199.18
Total non-current liabilities	453.93	314.18
Current liabilities		
Financial Liabilities		
i. Borrowings	3,09,152.39	3,10,530.86
ii. Lease Liabilities	86.13	38.76
iii. Trade payables		
-Total outstanding dues of Micro, Small and Medium Enterprises	186.38	187.12
-Total outstanding dues of creditors other than Micro, Small and Medium Enterprises	23,601.44	22,436.37
iii. Other financial liabilities	3,69,551.89	2,82,530.61
Other current liabilities	3,007.03	4,542.50
Provisions	151.07	87.72
Total current liabilities	7,05,736.33	6,20,353.94
Total liabilities	7,06,190.26	6,20,668.12
Total equity and liabilities	1,17,048.78	1,99,934.18

Place: Kolkata
Date: 22nd May 2025

Partha Sarathi Bhattacharya
Director
DIN: 00329479



McNally Bharat Engineering Company Limited
Consolidated Statement of cash flows for the year ended March 31, 2025

(Amount in lakhs unless otherwise stated)

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
	Audited	Audited
Cash flow from operating activities		
Profit before income tax	(1,71,610.71)	(88,317.30)
Adjustments for		
Depreciation	296.61	320.90
Finance Cost	84,850.37	83,377.18
Interest Income	(85.21)	(4,232.50)
Provision for Slow moving Stock	-	29.27
Bad Debts Written Off	2,481.67	9.99
Provision for Expected Credit Loss on Trade Receivables and due from customers	(11,091.18)	(105.77)
Provision for Bad & Doubtful Debts	45,972.37	-
Claim Recoverable Written off	251.40	-
Provision for Doubtful Debts against Claims recoverable	17,648.25	-
Liability no longer required written back	-	(1.33)
Capital Work in Progress written off	462.62	-
Provision for Future Foreseeable Losses in Construction Contracts	3,239.20	5,522.86
Unrealised (gain)/ loss on Foreign Currency Translation (Net)	34.56	13.15
Provision for Advance to Supplier	24,995.04	-
Net (gain)/loss on financial assets measured at fair value through profit or loss	(4.65)	(11.29)
Cash flow from operating activities before change in operating assets and liabilities	(2,559.66)	(3,394.85)
Change in operating assets and liabilities:		
(Increase)/Decrease in trade receivables	2,931.29	1,158.81
(Increase)/Decrease in Inventories	14.74	8.29
Increase/(Decrease) in trade payables	1,167.26	(529.24)
(Increase)/Decrease in other financial assets	(617.69)	199.42
(Increase)/decrease in other current assets	(1,196.66)	1,273.26
Increase/(decrease) in provisions	66.28	12.93
Increase/ (decrease) in other financial liabilities	(23.97)	561.06
Increase/ (decrease) in other liabilities	(1,527.90)	(594.71)
Cash generated from operations	(1,746.31)	(1,305.02)
Income taxes (paid)/Refund	92.17	4.94
Net cash inflow / (outflow) from operating activities	(1,654.14)	(1,300.08)
Cash flows from investing activities		
Purchase of property, plant and equipment	(0.14)	(0.82)
Purchase of Other Intangible Asset	-	(10.50)
Deposits matured/(made) during the year	(1,582.72)	(321.51)
Interest received	85.21	247.54
Net cash inflow / (outflow) from investing activities	(1,497.65)	(85.29)
Cash flows from financing activities		
Proceeds from borrowings	5,707.78	277.66
Repayment of borrowings	(7,099.51)	(21.49)
Issue of new share capital	3,166.67	-
Finance cost paid on account of lease liability	(24.93)	-
Lease Repayment	(74.94)	(73.06)
Finance Cost	(41.80)	(66.92)
Net cash inflow / (outflow) from financing activities	1,633.27	116.19
Net increase / (decrease) in cash and cash equivalents	(1,518.52)	(1,269.18)
Cash and cash equivalents at the beginning of the financial year	1,743.73	3,012.10
Loss of Control	-	-
Effects of exchange rate changes on cash and cash equivalents	(0.25)	0.81
Cash and cash equivalents at end of the year	224.96	1,743.73

Place: Kolkata
Date: 22nd May 2025

Partha Sarathi Bhattacharya
Director
DIN: 00329479



McNally Bharat Engineering Company Limited

Notes to the Statement of Consolidated Financial Results for the quarter and year ended 31st March, 2025.

1. Pursuant to the application bearing C.P (IB) No. 891/KB/2020, filed by one of the Financial Creditors of the Holding Company with the National Company Law Tribunal, Kolkata Bench (the "NCLT") under section 7 of Insolvency and Bankruptcy Act, 2016 vide Order dated 29.04.2022 directed the initiation of Corporate Insolvency Resolution Process (CIRP) against the Holding Company. CA Anuj Jain (IBBI/IPA-001/IP-P00142/2017-18/10306) was appointed as the Interim Resolution Professional (IRP). Thereafter, CA Ravi Sethia (IBBI/IPA-001/IP-P 01305/2018-2019/12052) was appointed as the Resolution Professional (RP) vide NCLT Order dt.26.08.2022. Upon commencement of CIRP, the powers of the Board of Directors of the Holding Company stood suspended and the management of the Holding Company remained vested with the IRP/Resolution Professional (RP).
2. A Committee of Creditors (CoC) was constituted on 18.05.2022 and based on the collation of all claims by the IRP, a report was submitted to the NCLT. The CoC was further reconstituted from time to time by the IRP/RP (such reconstitution having taken place last on 29.12.2022) and intimation filed with the Hon'ble NCLT, Kolkata Bench.
3. The Resolution Plan of one of the Resolution Applicants received the CoC approval by the requisite majority, in terms of the Insolvency and Bankruptcy Code, 2016 and the CoC authorised the RP to issue the Letter of Intent in terms of the request for Resolution Plan and thereafter submit the application before the Hon'ble NCLT for final approval of the Resolution Plan. The application was submitted before the NCLT on 03.08.2023.
4. The Hon'ble NCLT approved the Resolution Plan of one of the resolution applicants, namely M/s BTL EPC Limited, the Successful Resolution Applicant ("SRA") vide Order dated 19.12.2023 and a Monitoring Committee ("MC"), replacing the CoC, was formed in accordance with the said Order (the "Approved Resolution Plan"). Since, the Approved Resolution Plan could not be implemented within the "effective date" i.e 17.02.2024 owing to uncontrollable challenges faced by the SRA, the MC filed an application with the Hon'ble NCLT to seeking appropriate directions and recourse with respect to the approved Resolution Plan. On 3rd December 2024, Hon'ble NCLT passed a subsequent order granting extension of the "effective date" for the implementation of the Resolution Plan up to 21 days from the date of uploading the NCLT Order i.e. up to 06.01.2025.
 - a) BTL EPC Limited, the SRA nominated Mandal Vyapar Private Limited ("MVPL") as its Special Purpose Vehicle ("SPV") which was noted at the 5th Monitoring Committee meeting held on 16th December, 2024 for the purpose of implementing the approved Resolution Plan.
 - b) In terms of the approved Resolution Plan, the SRA was required to disburse payments in three tranches. As of March 31, 2025, the SRA had disbursed the first tranche and a part of the second tranche. These Financial Statements have been prepared basis the payment of tranches mentioned hereinabove. The MC on receipt of the tranche amount had been distributed the same to the respective claimants in accordance with the approved Resolution Plan as detailed in Note No. 4(f) of the Management Notes to the Financial Statements.



At the 12th MC Meeting held on 12th February 2025, the SRA indicated its inability to honour the 2nd tranche payment on the scheduled date and agreed to make a partial payment immediately, and the balance amount on/before 10th March 2025 with interest for the delayed payment. However, at the 13th MC Meeting held on 13th March 2025, SRA informed that the funds have not been infused owing to procedural delays at its end.

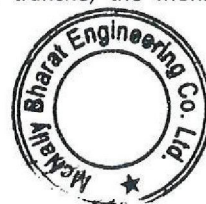
At the 15th MC Meeting held on 27th March 2025, the SRA reiterated that while it was keen to make balance tranche payments, certain challenges had caused delays in the infusion of funds. Accordingly, the SRA requested the MC Members to allow additional time and extend their support until 30th June 2025 to make the balance payment along with interest. Subsequently, the SRA filed Interlocutory Application No. 1908134/01611/2025 dated 22nd April 2025 before the Hon'ble NCLT seeking extension of time till 30th September 2025 for payment of the outstanding tranches. As on the date of approval of these Financial Statements, the application is under consideration of the Hon'ble NCLT.

- c) Upon implementation of the Resolution Plan, the entire existing share capital of the Holding Company stood extinguished and cancelled to the extent of 95% in accordance with the terms set forth in the Resolution Plan.

Subsequent to such extinguishment, the Holding Company has issued fresh equity shares to Mandal Vyapar Private Limited (acting as the Special Purpose Vehicle nominated by the Successful Resolution Applicant) and the Assenting Financial Creditors. As per plan, SRA has to pay Re. 0.01 per share to all the existing shareholders as a "goodwill gesture" amounting to Rs. 21.16 Lakhs which is transferred to a separate escrow account for payment to existing shareholders. The Holding Company's capital structure as on 31st March 2025 was as follows:

Sl. No.	Name of Allottees	No. of Equity Shares	Amount Rs. in Lakhs
1	Mandal Vyapar Private Limited (SPV nominated by SRA)	3,00,00,000.00	3,000.00
2	Financial Creditors	16,67,000.00	166.67
3	Existing shareholders	16,66,667.00	166.66
	Total	3,33,33,334.00	3,333.33

- d) The Holding Company has duly complied with all applicable legal and regulatory requirements, including but not limited to those prescribed under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Holding Company has filed all requisite forms and disclosures with the Bombay Stock Exchange (BSE), National Stock Exchange (NSE) and Ministry of Corporate Affairs relevant to the allotment and listing of the newly issued equity shares. And is awaiting approval from the respective stock exchange.
- e) By virtue of implementation of the Resolution Plan, Mandal Vyapar Private Limited as on 31st March 2025 holds 300,00,000 equity shares of nominal value Rs. 10 each of McNally Bharat Engineering Company Limited constituting 90% of its paid up share capital and hence, a holding company of the latter.
- f) As per the approved Resolution Plan read with the NCLT Order dated 3rd December 2024, the SRA was required to pay the agreed consideration in 3 (three) tranches at the scheduled dates. The SRA having paid the first tranche in full and a part of the second tranche, the Monitoring Committee proportionately distributed the amount as under:



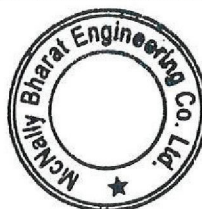
Sl. No	Particulars	Amount(Rs. in Lakhs)	Adjustment in the Financial Statements
(i)	Financial Creditors	6,876.08	Borrowings
(ii)	Form B – Operational Creditors	41.54	Trade Payables
(iii)	Form B – Government Creditors	233.67	Exceptional Items
(iv)	Form D – Employee Claims	0.95	Employee benefits
(v)	Form F – Other Claims	10.00	Trade Payables
(vi)	Existing shareholders	21.16	Other Equity
(vii)	CIRP Costs	378.88	Trade Payable
	Total	7,562.28	

The above amounts have been adjusted with the existing liabilities admitted by the Resolution Professional.

- g) After the date of approval of the Resolution Plan, a Bank Guarantee amounting to Rs. 275.34 Lakhs was invoked by a customer. The related cost has been duly recognized in the Holding Company's books and funded entirely through internal accruals. In accordance with the provisions of the Plan, this shall be treated as a payment made to secured financial creditors, under the protection extended by the SRA.
5. In accordance with the Resolution Plan, the Holding Company was required to disburse payments against admitted claims to the extent of the funds received. However, the full settlement has not yet been completed and therefore, the balance unutilized funds have been maintained in an escrow account held by the Holding Company. This balance is presented under 'Other Bank Balances' in the Financial Statements.
6. On January 6, 2025, the Holding Company reconstituted its Board in accordance with the NCLT order, marking the cessation of office for the previous directors. The newly constituted Board appointed directors and formed the statutory committees as required under the Companies Act.
7. The above Consolidated financial results have been prepared in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with SEBI circular dated July 05, 2016. .

The Holding Company has been receiving regulatory enquiries/ notices/ summons/ show-cause/ demand/ orders from various government authorities such as Goods and Services Tax and Income Tax. In view of Holding Company's undergoing corporate insolvency resolution process all existing civil legal proceedings shall be kept in abeyance until completion of Resolution Plan implementation. Therefore, no impact has been considered in the Financial Statements as of now.

8. i) The Holding Company has been categorised as Non-Performing Asset by the lender banks and the majority of the Lender Banks stopped debiting interest on their outstanding debts. After the Holding Company was admitted in NCLT, the Lender Banks submitted their claims to the IRP/RP amounting to Rs 3,62,003.83 lakhs (including interest) out of which claims amounting to Rs. 3,61,778.21 lakhs had been admitted. The Holding Company has provisionally accounted for interest from the date of categorisation as Non- Performing Asset by lender banks till 31.03.2025 amounting to Rs. 3,08,925.80 lakhs out of which interest amounting to Rs. 74,107.12 Lakhs has been recognised during the year ended 31st March 2025 under the head 'Finance Cost'.



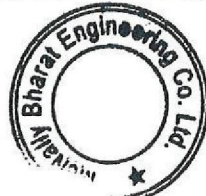
ii) Financial Creditors other than lender banks have also submitted their claims to RP amounting to Rs.2,03,216.42 Lakhs out of which Rs.1,14,120.40 lakhs was admitted by RP. The Holding Company has provisionally accounted for interest till 31.03.2025 amounting to Rs. 32,061.49 lakhs (out of which interest amounting to Rs. 8,450.07 lakhs has been recognised during the year ended 31st March, 2025) under the head 'Finance Cost'.

iii) Apart from above, claim of M/s EIG (Mauritius) Ltd. against the Holding Company was admitted by RP as per arbitration award to the tune of Rs. 7,773.61 lakhs which has been recognised in the books of account and consequently, the interest of Rs. 3,245.37 lakhs thereon till 31.03.2025 (out of which interest amounting to Rs. 1,248.84 Lakhs has been recognised during the year ended 31st March 2025) has also been provided under "Finance Cost". The operational creditors have also submitted claims to the IRP/RP amounting to Rs. 53,320.16 lakhs out of which, the RP has admitted claims of Rs.18,401.82 lakhs only.

9. The Holding Company had recognised Deferred Tax Assets amounting to Rs 51,706.60 Lakhs up to 31st March, 2018. The Holding Company believes that based on the infusion of fresh funds with investors' support there will be adequate future taxable profits available to the Holding Company against which the Deferred Tax Assets can be utilized. However, as a matter of prudence, the Holding Company has not recognized Deferred Tax Assets thereafter.
10. In June 2024, the Holding Company filed application with Stock Exchanges, seeking waiver of SOP fines levied under the SEBI LODR Regulations and paid necessary processing fees in this regard. The matter is currently under review by the respective stock exchanges. The Holding Company also filed an application with the Hon'ble NCLT, Kolkata in October 2024 seeking exemption from the said SOP fines. The matter is posted for hearing by NCLT 16th June 2025.
11. Trade Receivables, Other Financial Assets, Other Current Assets, Trade Payables, and Advances from Customers are subject to confirmation and reconciliation with the respective parties. These balances are also subject to the outcome of pending arbitrations, claim settlements, and any consequential adjustments arising therefrom, if any. Furthermore, the Management's review process in this regard is ongoing, the impact of which, if any, will be accounted for in due course.
12. Pursuant to the approval and ongoing implementation of the Resolution Plan and after due assessment of the recoverability of outstanding balances, Management assessed the balances lying in the books and having significant doubts on its realisability considered that appropriate provisions/impairments should be made in that regard. Hence, necessary provisions were made as a precautionary measure ensuring that the financial results reflect a true and fair view of the Holding Company's financial position. The provisions are disclosed under the head - Other Expenses in the Statement of Profit and Loss.

Amount Rs. in Lakhs

Sl. No	Head	Balance as on 31st March 25 before provision	Provision made during the financial year 2024-25	Closing balance as on 31st March 2025 after provision
1	Debtors	68,753.68	34,881.20	33,872.48
2	Claims Recoverable	21,454.57	18,625.86	2,828.72
3	Advance to Suppliers	25,138.23	24,995.04	143.18



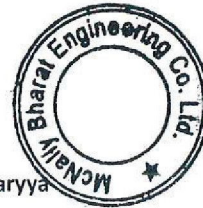
4	Capital Work in Progress	462.62	462.62	-
Note- Provision are net of Ind-AS effects				

13. Exceptional items include an amount of Rs. 233.67 lakhs paid towards government dues, as per the claims admitted by the Resolution Professional accounted for in the books during the reporting period.
14. The Consolidated Financial Results have been reviewed by the Audit Committee on 22nd May, 2025 and approved on even date by the Holding Company's Board of Directors with the qualifications as mentioned by Statutory Auditors. The said results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India
15. The Holding Company is primarily engaged in the business of Construction and Engineering activities hence no Separate disclosure has been made for segment reporting as per Ind AS 108-Operating Segments.
16. The above Results have been reviewed by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
17. The figures for the quarters ended March 31, 2025 and March 31, 2024 have been derived as the difference between the audited results for the twelve months ended on those dates and the audited results for the nine months ended December 31 of the respective financial years.
18. Project business is subject to quarterly variations and one quarter's performance in isolation does not necessarily indicate full year's performance.
19. Previous period and Previous Year figures have been reclassified/ regrouped / rearranged, wherever found to be necessary to make them comparable with the current period/ year figures.

Place: Kolkata
Dated: 22nd May 2025



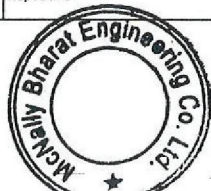

Partha Sarathi Bhattacharyya
Director
DIN 00329479

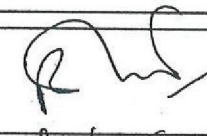
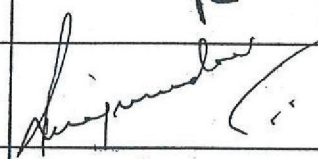
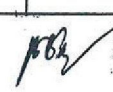
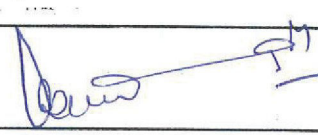


Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Consolidated)

(See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs in lakhs)	Adjusted Figures (audited figures after adjusting for qualifications)
I	1 Total Income	10,591.84	Not adjusted [Refer II(a) below]
	2 Total Expenditure	1,81,968.88	Not adjusted [Refer II(a) below]
	3 Net Profit/(Loss)	-1,71,553.02	Not adjusted [Refer II(a) below]
	4 Earnings Per Share	-88.69	Not adjusted [Refer II(a) below]
	5 Total Assets	1,17,048.78	Not adjusted [Refer II(a) below]
	6 Total Liabilities	1,17,048.78	Not adjusted [Refer II(a) below]
	7 Net Worth	-5,89,141.48	Not adjusted [Refer II(a) below]
	8 Any other financial item(s) (as felt appropriate by the management)		
II	Audit Qualification (each audit qualification separately):		
	a. Details of Audit Qualification:	a) Current Assets and Current Liabilities	
		<p>i. We draw attention to Note 11 to the statement regarding Trade Receivables, Advance to Suppliers, Trade Payables, Other Financial Assets, and Advance from Customers being subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.</p> <p>ii. Further, Claims Recoverable (BG Encashed) amounting to Rs. 36,183.70 Lakhs out of which specific provision is made of Rs. 32,377.38 Lakhs. The above amount includes Rs. 3,806.32 Lakhs under arbitration whose fair value is Rs. 2,828.72 Lakhs are doubtful. Recoverability/ Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us.</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	
	d. For Audit Qualification(s) where the impact is quantified by the auditor. Management's Views:	Not applicable	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification:	Not applicable	
	(ii) If management is unable to estimate the impact, reasons for the same:	Pursuant to the approval and ongoing implementation of the Resolution Plan and after due assessment of the recoverability of outstanding balances, Management assessed the balances lying in the books and having significant doubts on its realisability considered that appropriate provisions/impairments should be made in that regard. Hence, necessary provisions were made towards doubtful debts for Rs. 34,881.20 Lacs, Claim recoverable for Rs. 18,625.86 Lacs, Advance to Suppliers for Rs. 24,995.04 Lacs and Capital Work in Progress for Rs. 462.62 Lacs as a precautionary measure ensuring that the financial results reflect a true and fair view of the Holding Company's financial position. The provisions are disclosed under the head - Other Expenses in the Statement of Profit and Loss.	
	(iii) Auditors' Comments on (i) or (ii) above:	Agreed	
	a. Details of Audit Qualification:	b) Non-adjustment of the Carrying Value of the Loan	
		<p>In earlier years, the Company had given unsecured loans to Vedic Sanjeevani Projects Private Limited ("VSPPL"). VSPPL vide their letter dated 15th February 2022 informed the Company that it was unable to service the debt and requested the Company for a moratorium on the repayment of the loan, including interest for two years i.e., Financial Year 2021-22 and Financial Year 2022-23. Subsequently, the Company had stopped recognizing interest income on the same. In the absence of any further communication between the Company and VSPPL in the current year, we are unable to comment on the realizability of loan and its interest and consequential adjustment to be made in the books.</p> <p>This constitutes a material departure from the requirements of Indian Accounting Standard - 109 "Financial Instrument".</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	
	d. For Audit Qualification(s) where the impact is quantified by the auditor. Management's Views:	Not applicable	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification:	Not applicable	
	(ii) If management is unable to estimate the impact, reasons for the same:	In the absence of any further communication with Vedic, the Holding Company is unable to estimate the impact.	
	(iii) Auditors' Comments on (i) or (ii) above:	Agreed	
	a. Details of Audit Qualification:	c) Recognition of Deferred Tax Assets	
		<p>Note 9 to the Statement that the Company had recognized deferred tax assets of Rs. 51,706.60 lakhs up to 31st March, 2018 which is being carried forward in books by the Company expecting adequate future taxable profits after infusion of fresh funds in the Company by the Successful Resolution Applicant (SRA) i.e., BTL EPC Limited against which the deferred tax assets could be adjusted.</p> <p>The Company has been continually incurring losses and its net worth has been fully eroded. We are unable to obtain sufficient appropriate evidence with respect to the management's assertions and are therefore, unable to comment on the carrying value of the aforesaid net deferred tax assets on 31st March, 2025.</p> <p>This constitutes a material departure from the requirements of Indian Accounting Standard 12 "Income Taxes".</p>	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Adverse Opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Repetitive	



d. For Audit Qualification(s) where the Impact is quantified by the auditor. Management's Views:		Not applicable
e. For Audit Qualification(s) where the Impact is not quantified by the auditor:		
(i) Management's estimation on the Impact of audit qualification:		Not applicable
(ii) If management is unable to estimate the impact, reasons for the same:		The Holding Company believes that based on the infusion of fresh funds with investors' support there will be adequate future taxable profits available to the Holding Company against which the Deferred Tax Assets can be utilized. However, as a matter of prudence, the Holding Company has not recognized Deferred Tax Assets thereafter.
(iii) Auditors' Comments on (i) or (ii) above:		Agreed
Signatories:		
III	• CEO	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
Place: Kolkata		
Date: May 22, 2025		

