

Registered Office:
167/A, Ajaynagar, 5th Road
Kolkata- 700 075
CIN no. U31300WB1952GO1020560

HINDUSTAN CABLES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2026

		<u>Note no.</u>	<u>As at 31st March, 2026</u>	<u>As at 31st March, 2025</u>
			<u>(Rs. In Hundreds)</u>	<u>(Rs. In Hundreds)</u>
A	EQUITY AND LIABILITY			
	1. SHAREHOLDERS FUNDS			
	a) Share Capital	2	48,65,88,112.50	48,65,88,112.50
	b) Reserve & Surplus	3	(49,64,49,991.50)	(49,54,11,433.82)
			(98,61,879.00)	(88,23,321.32)
	2. SHARE APPLICATION MONEY PENDING ALLOTMENT (Refer Note 17(7))		1,53,92,086.24	1,53,92,086.24
	3. CURRENT LIABILITIES			
	a) Short- Term Borrowings		-	-
	b) Trade Payables			
	(i) Total Outstanding Dues Of Micro Enterprises And Small Enterprises (MSME)	4	-	22,748.98
	(ii) Total Outstanding Dues of Creditors Other Than MSME		-	1,500.00
	c) Other Current Liabilities	5	9,71,851.10	8,19,511.72
	d) Short Term Provisions	7	3,29,833.81	3,31,384.79
			13,01,684.91	11,75,145.49
	TOTAL		68,31,892.15	77,43,910.41
B	ASSETS			
	1. NON CURRENT ASSETS			
	a) Property Plant and Equipments	6	5,04,364.39	5,17,607.08
	b) Non Current Financial Assets	12	57,26,000.00	55,28,000.00
			62,30,364.39	60,45,607.08
	2. CURRENT ASSETS			
	a) Trade Receivables	8	NIL	NIL
	b) Cash and Cash Equivalents	9	2,56,841.52	2,83,417.01
	c) Short Term Loans and Advances	10	89,191.72	1,09,033.11
	d) Other Current Assets	11	2,55,494.51	13,05,853.21
			6,01,527.75	16,98,303.33
	TOTAL		68,31,892.15	77,43,910.41
	Material Accounting Policies	1		
	The accompanying notes are an integral part of the financial statements.	17		

In terms of our report of even date

For Guha, Nandi & Co.
Chartered Accountants
FRN: 302039E

CA DR. B.S.KUNDU
Partner
(MN:051221)
Place: KOLKATA
Date: 4th August, 2026



(UDAY SHANKAR)
Chairman and Managing Director
DIN-10842939

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED

A.K.BOSE
ADVISOR, CGHCL



Registered Office:
167/A, Ajaynagar, 5th Road
Kolkata- 700 075
CIN no. U31300WB1952GO1020560

HINDUSTAN CABLES LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH , 2026

	Note no.	For the year ended 31st March, 2026	For the ended 31st March, 2025
		(Rs. In Hundreds)	(Rs. In Hundreds)
I INCOME			
Sales (Inclusive of GST)		NIL	NIL
Other Income	13	4,32,031.60	4,11,030.96
Total Revenue		4,32,031.60	4,11,030.96
II EXPENSES			
Employee Benefits Expense	14	NIL	NIL
Other Expenses	15	14,61,897.85	8,34,518.43
Depreciation	6	12,844.45	12,544.29
Total Expenses		14,74,742.30	8,47,062.72
III Profit / Loss before Extra-Ordinary Item and Tax		(10,42,710.70)	(4,36,031.76)
Extra Ordinary Items (Refer Note 17(8))	16	4,153.01	1,61,844.11
Provision for Income Tax		-	-
IV Profit & Loss for the year after Tax		(10,38,557.68)	(2,74,187.65)
Earning Per Share- Basis and Diluted (Rs.) (Refer Note 17(15))		(0.0035)	(0.0056)
Material Accounting Policies	1		
The accompanying notes are an integral of the financial statements	17		

In terms of our report of even date

For Guha ,Nandi & Co.
Chartered Accountants
FRN: 302039E



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HINDUSTAN CABLES LIMITED



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ADVISOR, CGHCL



HINDUSTAN CABLES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2026

		For the year ended 31st March, 2026	For the year ended 31st March, 2025
		(Rs. In Hundreds)	(Rs. In Hundreds)
1	Cash flow from operating Activities		
	Net Profit /Loss (-) before taxation	(10,38,557.68)	(2,74,187.65)
	Add /(less) Adjustments for:		
	Depreciation	12,844.45	12,544.29
	Prior Period Depreciation/Assets written back	398.23	
	Interest income	(4,22,711.46)	(4,10,534.96)
	Operating Cash flow before Working Capital Change	(14,48,026.46)	(6,72,178.32)
	Adjustment for :-		
	Decrease/Increase in Trade Receivables	-	-
	Decrease /(Increase) in Loans & Advances	19,841.39	(54,476.02)
	Decrease /(Increase) in Other Current Assets	10,50,358.70	(2,33,151.17)
	Increase /(Decrease) in Short-Term Borrowings	-	-
	Increase /(Decrease) in Trade payables	(24,248.98)	-
	Increase /(Decrease) in Other Current Liabilities	1,52,339.38	5,11,146.16
	Increase/Decrease in Short term provisions	(1,550.98)	(77,612.53)
	Increase /Decrease In Non-Current Financial Assets	(1,98,000.00)	(35,98,000.00)
	Operating Cash flow Working Capital Change	9,98,739.51	(34,52,093.56)
		(4,49,286.95)	(39,62,427.77)
	Net Cash from Operating Activities	(4,49,286.95)	(41,24,271.88)
2	Cash flow from Investing Activities		
	Purchase of Fixed Assets	-	(1,749.15)
	Interest received	4,22,711.46	4,10,534.96
	Net Cash from Investing Activities	4,22,711.46	4,08,785.81
3	Cash flow from Financial Activities		
	Net Cash from Financial Activities	-	0
	Net Increase/Decrease (-) in Cash & Cash Equivalents (A+B+C)	(26,575.49)	(37,15,486.07)
	Cash & Cash Equivalents (Opening)	2,83,417.01	39,98,903.08
	Cash & Cash Equivalents (Closing)	2,56,841.52	2,83,417.01
	(Represented by Cash & Cash Equivalents as item indicated in Note 10)		

In terms of our report of even date

For Guha, Nandi & Co.
Chartered Accountants
FRN: 302039E

CA DR.B.S.KUNDU
Partner
(MN: 051221)
Place: KOLKATA
Date: 4th August, 2026



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(UDAY SHANKAR)
Chairman and Managing Director
DIN-10842939

A.K. BOSE
ADVISOR, CGHCL

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



NOTE 1.- MATERIAL ACCOUNTING POLICIES:

a) SYSTEM OF ACCOUNTING

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. The Company has not compiled its accounts on the basis of going concern concept. IND AS is not applicable as the Company is not listed and its net worth is below Rs. 250 Crores. The Company has adopted liquidation basis of accounting for preparation of its financial statements. The Union Cabinet in its meeting held on 28.09.2016, inter alia, approved closure of HCL offering VRS/VSS to all its employees and disposal of all assets. Accordingly, all the employees were released on 31.01.2017 after payment of compensation sanctioned by the Union Cabinet and plant and machinery have been disposed of in consonance with approval of the Union Cabinet. The appropriate Government authority has granted permission on 31.05.2017 for closure of the Company U/S 25 (0) of the Industrial Disputes Act, 1947. Currently there is no business activity and HCL is trying to complete the formalities for liquidation/winding up as directed. HCL is now closed and in a non-operating stage with no plant, machinery or employees. The financial statements have been prepared in accordance with the accounting standards as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Accounting Standards) Rules, 2021 with due consideration to government directives in the matter of disposal of assets and settlement of liabilities. As per the condition of the approval for closure taken by the Union Cabinet on 28.09.2016, conveyed by DHI vide letter F. no. 1(13)/2003-PE-II (Vol. X) dated 06.10.2016, the closure is to be implemented as per extant guidelines for closure of CPSEs issued by the Department of Public Enterprise (DPE). On 28.09.2016, DPE guidelines vide OM no. DPE /5(1)/2014-Fin (part) dated 07.09.2016 was in vogue for closure of sick/loss making CPSEs and the name is applicable for the Company. As per point 14 and 15 of the said guidelines dated 07.09.2016, proceeds from sale of assets after making payment of all liabilities are required to be deposited in the consolidated fund of India and subsequently the Company is required to make application for removal of its name from Register of Companies u/s 248 of the Companies Act 2013. The financial statements have been prepared with due consideration to government directives in the matter of disposal of assets and settlement of liabilities.

b) PROPERTY PLANT AND EQUIPMENT (PPE)

Cost of PPE, with the exception of land given by the Government of West Bengal and Andhra Pradesh free of cost, comprises its purchase price, cost of bringing the assets in its working condition for its intended use and financing cost relating to deferred credit/borrowed fund attributable to construction/acquisition for the period till it is available for use. A portion of the Land used by the Company for erection of factory at Rupnarayanpur was given free of cost by Government of West Bengal in 1952-53 which was initially valued at a nominal price Rs. 1530.00 (Hundreds).

Similarly, land given by Andhra Pradesh Government free of cost of construction of factory at Hyderabad was valued at a nominal price of Rs. 300.00(Hundreds).



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The valuation of these lands have been accounted for with the appropriate credit in Capital Reserve Account.

Now, the Company being under closure, its assets are held for disposal. Accordingly, following the applicable accounting standard, the assets are carried at lower of respective carrying amount and realizable value.

c) **DEPRECIATION**

Depreciation on fixed assets has been provided on straight line method based on useful life specified in Schedule II of the Companies Act, 2013 after retaining residual value of 5% of the original cost of the assets. Depreciation charged on factory and office building @ 3.17%, residential and non-residential buildings @1.58% and on furniture and fittings @9.50% and Computers at 31.67%. Depreciation is provided on pro-rata basis for Addition/Deletion of assets during the year.

d) **LIABILITY**

All known and ascertained liabilities, except of immaterial in nature, as on the date of balance sheet are taken into account on accrual basis.

e) **PRIOR PERIOD ITEMS**

Prior period items are income or expenses which arise in the current period as a result of errors or commission in the preparation of the financial statements of one or more prior periods and accounted for accordingly.

f) **CURRENT/NON CURRENT CLASSIFICATION**

The assets and liabilities that are expected to be realized/paid within 12 months from the end of the accounting year have been classified as Current. All other assets and liabilities have been classified as Non-current.

g) **CONTINGENT LIABILITY**

The Company has ongoing litigations with various regulatory authorities and third parties which are regularly reviewed by the management. If there is a present obligation that probably requires outflow of resources and a reliable estimate of the obligation can be made on management's assessment of specific circumstance of each dispute and relevant external advice as deemed necessary management makes provision at its best estimate. In other cases the amounts are disclosed as contingent liability.



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USES OF ESTIMATES

The presentation of financial statement in conformity with the applicable accounting standards requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the result are known/materialized.



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HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH , 2026

Note		As at 31st March, 2026(Rs. In Hundreds)		As at 31st March, 2025(Rs. In Hundreds)	
2	SHARE CAPITAL				
	AUTHORISED :				
	6,00,00,00,000 Equity Shares @ Rs. 10/- each (Previous year 6,00,00,00,000 Equity Shares of Rs. 10/- each)	60,00,00,000.00		60,00,00,000.00	
	ISSUED , SUBSCRIBED AND PAID UP				
	4,86,58,81,125 Equity Shares of Rs. 10/- each fully paid up (Previous year 4,86,58,81,125 Equity Shares of Rs. 10/- each)	48,65,88,112.50		48,65,88,112.50	
	a) Equity Shares				
	Balance at the beginning of the year	48,65,88,112.50		48,65,88,112.50	
	Add: Alloted during the year			-	
	Balance at the end of the year	48,65,88,112.50		48,65,88,112.50	
	b) Details of Shareholding of Promoters				
3	Shares held by promoters at the end of the year				
	<u>Equity Shares of Rs. 10/- each fully paid</u>				
	Name of the promoter				
	President of India				
	No calls are unpaid by any Director of the Company during the year				
	RESERVE SURPLUS				
	CAPITAL RESERVE				
	(Represents the credit for land acquired free of cost from Govt. of Andhra Pradesh & West Bengal)	1,830.00		1,830.00	
		1,830.00		1,830.00	
	GENERAL RESERVE				
	Opening Balance	56,72,163.18		56,72,163.18	
	Closing Balance	56,72,163.18		56,72,163.18	
	REVALUATION RESERVE				
		-		-	
	SURPLUS/(DEFICIT)				
	Opening Balance	(50,10,85,427.00)		(50,08,11,239.35)	
	Add: Net Profit /(Loss)for the year	(10,38,557.68)		(2,74,187.65)	
	Closing Balance	(50,21,23,984.68)		(50,10,85,427.00)	
Net Balance (A + B + C + D)		(49,64,49,991.50)		(49,54,11,433.82)	



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HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2026

NOTE		As at 31st March, 2026		As at 31st March, 2025	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
	<u>CURRENT LIABILITIES</u>				
4	<u>TRADE PAYABLES</u>				
	(i) Total Outstanding Dues Of Micro ,Small and Medium Enterprises			22,748.98	
	(ii) Total Outstanding dues of Creditors Other than MSME	-		1,500.00	
			-		24,248.98
			-		24,248.98
5	<u>OTHER CURRENT LIABILITIES</u>				
	Liabilities for Expenses	42,811.07		62,491.68	
	Statutory Dues	8,40,609.37		6,69,192.38	
	Employee related payables	76,811.89		76,811.89	
	Security Deposits	11,618.77		11,015.77	
			9,71,851.09		8,19,511.72
			9,71,851.09		8,19,511.72
7	<u>SHORT TERM PROVISION</u>				
	For Wages of Contract Labour	-		-	
		-		1,550.98	
	For Income Tax	6,696.63		6,696.63	
	For Hyderabad Fixed Assets	3,23,137.18		3,23,137.18	
			3,29,833.81		3,31,384.79
8	<u>CURRENT ASSETS</u>				
	<u>TRADE RECEIVABLES</u>		NIL		NIL

TRADE PAYABLES AGEING SCHEDULE					2024-25
PARTICULARS	Less than one year	1-2 years	2-3 years	more than 3 years	Total (In Hundreds)
(i) MSME					
(ii) OTHERS	1500.00				1,500.00
(iii) DISPUTED DUES MSME				22,748.98	22,748.98
(iv) DISPUTED DUES OTHERS					

TRADE PAYABLES AGEING SCHEDULE					2025-26
PARTICULARS	Less than one year	1-2 years	2-3 years	more than 3 years	Total(In Hundreds)
(i) MSME					NIL
(ii) OTHERS					NIL
(iii) DISPUTED DUES MSME					NIL
(iv) DISPUTED DUES OTHERS					NIL



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NOTE 6 : PROPERTY, PLANT AND EQUIPMENT

In Rs. Hundreds										
	Freehold Land	Approach Road	Land Development	Factory & office Building	Building Residential	Non Residential Building	Railway Sidings	Furniture &Fittings	Computers	Total
COST										
As at 31-03-2025	15455.98	2375.95	230171.57	128999.10	1409081.60	318773.06	12589.07	209304.68	103463.17	2430214.18
Additions during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfer/ Deductions/ Adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
As at 31-03-2026	15455.98	2375.95	230171.57	128999.10	1409081.60	318773.06	12589.07	209304.68	103463.17	2430214.18
DEPRECIATION										
As at 31-03-2025	0.00	2257.15	218662.94	119968.69	982344.10	282411.20	11959.59	198137.49	96865.93	1912607.09
For the year	0.00	0.00	0.00	440.04	11763.16	0.00	0.00	114.99	526.26	12844.45
Transfer/ Deductions/ Adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	171.61	226.63	398.24
As at 31-03-2026	0.00	2257.15	218662.94	120408.73	994107.26	282411.20	11959.59	198424.09	97618.82	1925849.78
NET BLOCK										
As at 31-03-2025	15455.98	118.80	11508.63	9030.41	426737.50	36361.86	629.48	11167.19	6597.24	517607.09
As at 31-03-2026	15455.98	118.80	11508.63	8590.37	414974.34	36361.86	629.48	10880.59	5844.35	504364.39
NET BLOCK										
As at 31-03-2026	15455.98	118.80	11508.63	8590.37	414974.34	36361.86	629.48	10880.59	5844.35	504364.39
Net Block related to Hyderabad assets included in above	5,565.16	118.80	7,755.66	nil	2,72,773.50	36,361.86	101.30	460.90	nil	3,23,137.18

- 1 Since no item wise fixed assets register has been maintained, resulting corresponding purchase of assets in different financial years are not available for computation of correct depreciation,
- 2 Rates of depreciation have been changed for furniture and fixtures @9.5%(PY 6.33%) and computers @31.67% (PY 16.21%) in the current year to match rates as per Companies Act, 2013.
- 3 Additional depreciation was charged to prior period due to increase in rates shown in adjustment column.
- 4 No depreciation has been charged on Hyderabad assets as the entire written down value as on 31.03.2023 amounting to Rs. 3,23,137.18/- hundreds has been provided for (Note 7).



Uday Shankar
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 CHAIRMAN AND MANAGING DIRECTOR
 HINDUSTAN CABLES LIMITED



HINDUSTAN CABLES LIMITED					
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026					
NOTE		As at 31st March, 2026		As at 31st March, 2025	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
9	CASH & CASH EQUIVALENTS				
	Cash in hand	-	-	-	-
	In Fixed Deposits with Scheduled Banks:				
	Bank Of Baroda	-	-	-	-
	Indian Bank	88,348.96		85,590.61	
			88,348.96		85,590.61
	In Current Accounts with Scheduled Banks:				
	Bank of Baroda	1,67,689.99		1,97,023.83	
	Indian Bank	802.57		802.57	
			1,68,492.56		1,97,826.40
	Notes:				
	1. Fixed deposit of Rs. 99,000/- Hundreds with BOB is under lien for issue of bank guarantee of Rs.50,000/- (Hundreds) (Note 17(9))		2,56,841.52		2,83,417.01
	(2) Fixed deposit of Rs. 1401000/- (Hundreds) with BOB is under lien for issue of bank guarantee of Rs. 14,00,000 (Hundreds) (Note 17(11))				
10	SHORT TERM LOANS AND ADVANCES				
	Advance recoverable in cash or kind or for value to be received:				
	Considered Good	nil		nil	
	Considered Doubtful	nil		nil	
		-		0	
	Less: Provision for Doubtful Advance	-		0	
		-		-	
	Prepaid expenses		6,616.99		87.36
	Other Amount Receivable		1,589.78		1,463.44
	Advance Payment of Income Tax and TDS		80,984.95		1,07,482.31
	Advance Capital Gain Tax	11,75,336.84		11,75,336.84	
	Less: Provision for Tax	(11,75,336.84)	-	(11,75,336.84)	-
			89,191.72		1,09,033.11
11	OTHER CURRENT ASSETS				
	Security Deposit		1,510.00		1,480.00
	Deposit with Court for Litigated Cases(Note 17(20))	10,44,841.02			10,67,590.00
	Less: Provision against doubtful of recovery	(10,44,841.02)	-		
	Balance with GST Authority (GST Input Credit)	1,14,950.79		1,17,529.73	
	Less: Provision for GST	(1,14,950.79)	-	(1,17,529.73)	-
	Bank deposit with maturity between 3-12 months		2,48,808.16		2,36,783.21
	Accrued Interest		5,176.35		
			2,55,494.51		13,05,853.21
12	OTHER NON-CURRENT FINANCIAL ASSETS				
	Bank Deposits exceeding 12 months maturity		57,26,000.00		55,28,000.00
			57,26,000.00		55,28,000.00



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HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

NOTE		For the year ended 31st March, 2026		For the year ended 31st March, 2025	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
13	OTHER INCOME				
	Interest on Fixed Deposits with Scheduled Banks		4,22,711.46		4,10,534.96
					-
			4,22,711.46		4,10,534.96
	Interest on Income Tax refund		9,320.14		496.00
			4,32,031.60		4,11,030.96
14	EMPLOYEE'S REMUNERATION AND BENEFITS				
	Salaries & Wages	NIL	NIL	NIL	NIL
15A	OTHER EXPENSES :				
	Power & Fuel				-
	Electricity Charge		1,451.18		1,417.62
	Repairs to :				-
	Others		772.22		1,226.20
	Rates & Taxes		189.51		238.57
	Retainership fees (consultants)		48,806.60		52,670.44
	Travelling & Conveyance		12,032.74		10,827.43
	Postage, Telegram & Telephone		1,413.16		1,482.56
	Interest on Land Revenue		92,809.91		8,129.91
	Bank Charges		2,103.80		4,298.04
	Audit Fees:-				-
	Statutory Audit	1250.00		1,250.00	-
	Tax Audit	250.00	1,500.00	250.00	1,500.00
	Other Audit Fees	1200.00	1,200.00		
	Management Services		10,567.80		9,574.96
	Printing & Stationery		1,666.83		1,406.14
	Legal Expense		56,904.99		74,432.36
	Security Expenses		85,887.99		68,830.08
	Professional fees- others		3,713.60		7,758.20
	Professional fees- POHW Compliance		-		2,312.92
	Miscellaneous Expenses		686.50		653.03
	Other Expenses		2,451.03		1,941.14
	Land Revenue		77,576.58		77,576.58
	Rent		11,211.61		9,475.00
	GST Expenses		3,277.84		31,897.64
			4,16,223.89		3,67,648.82



HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2026

NOTE		For the year ended 31st March, 2026		For the year ended 31st March, 2025	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
15B	<u>PROVISIONS :</u>		-		-
			-		-
15C	<u>PRIOR PERIOD ADJUSTMENT :</u>				
	Other Expenses/Adjustments & Provisions Refer Note 17(18)		10,45,673.96		4,66,869.61
			10,45,673.96		4,66,869.61
15	TOTAL [A+B+C]		14,61,897.85		8,34,518.43
16	<u>EXTRA-ORDINARY ITEMS</u> [Refer Note-17(8)]				
	Liability Written Back		4,153.01		1,64,541.25
	Assets Written off		-		(2,697.14)
			4,153.01		1,61,844.11



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HINDUSTAN CABLES LIMITED

NOTE: 17(1)(a)

a)	Contingent liability not provided for:	31.03.2026 Rs. in hundred	31.03.2025 Rs. in hundred
(A) Creditors			
1	Cases under Arbitration - creditor Goyal Gases Pvt. Ltd., Hydrogen Gas Supply - claim of the claimant barred by limitation.	1,99,231.00	1,99,231.00
	Other Court Cases:-		
2	GOYAL GAS - Claim of an unsecured creditor of Allahabad (Principal Rs.1,79,389.10 hundred and interest + cost Rs. 22,56,675.17 hundred) - Claim of the claimant barred by limitation (Note 17 (10) & 17(11)).	24,36,064.27	23,23,780.00
3	AVI POLYMER - Claim of an unsecured creditor of Rupnarayanpur (Principal Rs.22,748.98 hundred and Interest Rs. 10,67,167 hundred) (Note 17(2), 17(12) & 17(20)).	10,89,915.98	8,76,000.00
4	JOY MAA SONTOSHI-SAW MILL - Claim of an unsecured creditor of Rupnarayanpur (Principal Rs.15,679.36 hundred and interest Rs.92,906.27 hundred)(Note 17(9)).	1,08,585.63	1,93,310.00
5	VIDYAWATI CONSTRUCTION Co. - Claim of an unsecured creditor of Allahabad (Principal Rs.19,170.72 hundred and interest Rs.1,25,302.53 hundred plus cost Rs.2,500 hundred) - Arbitration award passed in favour of the Vidyavati challenged by HCL as claim is time barred.	1,46,973.00	1,02,710.00
6	Machino Technico – Claim of an unsecured creditor of Allahabad against supply of PUF machine against which counter claim has been filed by HCL for LD and other charges - Rs.36,313.15 hundred.	31,000.00	31,000.00
7	JP MAHATA - Claim of an unsecured creditor of Rupnarayanpur not payable as per management	50,310.00	50,310.00
8	KRISHNA TRADERS - Claim of an unsecured creditor of Rupnarayanpur	2,000.00	2,000.00
9	OTHER MISC. COMMERCIAL CASES - by contractors for recovery of dues etc.	2,22,700.00	2,20,500.00
B) Government			
10	INCOME TAX Demand AY 2014-15 - pending before jurisdictional authority	12,000.00	12,000.00
11	INCOME TAX Demand AY 2020-21 - pending before jurisdictional authority (Note 17(22)(b))	63,880.00	63,880.00
12	Levy of Interest u/s 7Q of the EPF & MP Act, 1952 without reconciliation of payment (Note 17(4)) - stay orders obtained.	13,000.00	13,000.00



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C)	Employees/Contractors Labour		
13	CONTRACTOR'S LABOUR - demand of wage for the period after termination	31,000.00	31,000.00
14	RECALCULATION OF VRS - demand for additional VRS exgratia	7,000.00	7,000.00
15	Claim of VRS by the ex-employees not admitted as they were superannuated prior to closure	1,12,000.00	1,12,000.00
16	Outsiders demanded wages form HCL but they were never engaged or terminated by HCL	19,000.00	19,000.00
17	Service terminated due to disciplinary proceedings & demand for wage/arrear pay	1,11,000.00	1,11,000.00
18	Claim of salary for unauthorized leave and claim on consultancy by ex-employees	32,000.00	32,000.00
19	Casual workers demanded wages on par with regular employees	9,69,000.00	9,69,000.00
20	Dy. Labour Commissioner / Industrial Tribunal, Allahabad - demand for unpaid wages by casual workers after termination	15,000.00	15,000.00
21	C.G. Industrial Tribunal – Contractors' labourers demanded wage after termination of their employment by the contractor	90,000.00	90,000.00
22	Arrear against pay revision pending before Supreme Court, High Court, Tribunal	28,00,000.00	30,80,000.00
23	Balance Gratuity awarded to Casual workers by Asst. Labour Commissioner	2,55,000.00	2,55,000.00
24	Balance Gratuity awarded to V.R Employees by Asst. Labour Commissioner	26,000.00	26,000.00
25	Claim of Salary and Wages due to retirement age reduction from 60 to 58, pending adjudication	45,93,600.00	45,93,600.00
26	Miscellaneous service case-demanding additional pay on the basis of purported claim for adjudication	2,000.00	4,000.00
D)	Land Related Cases		
27	Demand for enhanced compensation for the Land acquired by TSIC for the purpose of HCL in Mallur, Hyderabad	40,000.00	40,000.00
28	Miscellaneous cases with previous landlord vacated in 2017	20,000.00	20,000.00
TOTAL		1,34,98,259.88	1,34,92,321.00

b) Future cash outflows in respect of the above matter are determinable only in receipt of judgements/decisions pending at various forums/authorities. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and result of operations. In none of the cases cash outflow is envisaged at this point of time as assessed by the management except as provided in the accounts. There is no possibility of any reimbursement.



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NOTE: 17(2)

As company's manufacturing activities have been ceased since 2005, the Company has not been making any procurement since then, including from MSME. There was an old opening outstanding balance of Rs.22,748.98 hundred in respect of one MSME vendor M/S AVI Polymer Pvt. Ltd. relating to the period prior to 2003, which was time barred was under litigation.

In the current year the liability has been adjusted against the amount released to the vendor out of Court deposit amounting to Rs.2,00,015 hundred following Court order dated 12.01.2023 passed by The Additional District Judge, Gandhinagar, Gujrat. In the vendor's published accounts for the year ended 31st March, 2025, the entire sundry debtors of the vendor was shown as Rs. NIL.

NOTE: 17(3)

Two assessment orders u/s 7A Rs.18,96,994 hundred and 14B Rs.22,50,711 hundred of the EPF and MP Act of 1952 by EPFO, Durgapur along with interest thereon u/s 7Q up to 31.03.2018 has been paid by the Company as statutory liability in earlier year. However, appeals against the above two orders were filed by the Company before EPFAT, New Delhi and these are now pending before CGIT Asansol.

NOTE: 17(4)

Interest assessed u/s 7Q of Employees Provident Fund and Miscellaneous Provisions Act, 1952 by EPFO, Allahabad has been challenged by the Company before Allahabad High Court and stay order been obtained on the Assessment order. The amount has been included in the contingent liability.

NOTE: 17(5)

As per the provision of Schedule II of the Company's Act, 2013, depreciation for the year ended 31.03.2026 has been provided on the basis of useful life of the assets. No depreciation has been charged on PPE of Hyderabad as the entire value of PPE at Hyderabad has been provided for in 2022-23 (vide Note 6). During the year, to align the rates with the Companies Act, 2013, the depreciation rates on furniture has been changed from 6.33% to 9.50 % and on Computers from 16.21% to 31.67% and necessary adjustments made for the same for prior period.

NOTE: 17(6)

The Union Cabinet in its meeting held on 28.09.2016, inter alia, approved closure of HCL by offering VRS/VSS to all its employees and disposal of all assets. The same was conveyed by DHI vide letter No. 1 (13)/2003-PE-II (Vol. X) dated 6th October, 2016 Closure was to be done by relieving all the employees for implementation for approved roadmap for closure of CPSEs under DHI. Accordingly, all the employees were released on 31.01.2017 after payment of compensation sanctioned by the Union Cabinet and plant and machinery have been disposed of in consonance with the approval of the Union Cabinet. The appropriate Government authority has granted



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permission on 31.05.2017 for closure of HCL u/s 25 (O) of the Industrial Disputes Act, 1947. Fund for closure was infused by DHI in the form of equity with approval of Union Cabinet, which has been detailed in Note No. 17(7). Currently there is no business activity and HCL is trying to complete the formalities for liquidation/winding up as directed. HCL is now closed and in a non-operating stage with no plant, machinery or employee.

NOTE: 17(7)

Since the year 2003, the Company has availed various loans from time to time from Government of India for payment of salary, wages and other statutory dues. Aggregate of such loan as on 31.03.2016 is Rs.13,11,88,480 hundred principal and Rs.18,16,60,970 hundred interest totaling to Rs.31,28,49,450 hundred. Additional interest of Rs.5,63,48,040 hundred has been accrued during the period from 01.04.2016 to 30.09.2016. DHI vide their letter No.1(13)/2003-PE-II(VOL X) dated 06.10.2016 has conveyed approval of Union Cabinet for "conversion into equity" of the existing Government of India's loan of Rs.34,67,15,000 hundred (projected). Principal Rs.13,11,88,000 hundred and interest Rs.21,55,27,000 hundred as on 30.09.2016 freezing the interest thereafter.

In terms of the approval of the Union Cabinet in its meeting held on 28.09.2016 for closure of Hindustan Cables Limited, during the financial year 2016-17 the company has received cash infusion in the form of non-plan equity for Rs.2,58,50,000 hundred and Rs.1,41,50,000 hundred totaling to Rs.4,00,00,000 hundred. The said amount was utilized for OTS of the dues to secured lenders and payment of part of pending salary, wages and statutory dues. Further, during financial year 2016-17 the Company had received sanction of cash infusion in the form of non-plan equity amounting to Rs.1,64,13,000 hundred and Rs.4,69,32,000 hundred Rs.21,48,000 hundred and Rs.8,66,000 hundred. These amounts were utilized for payment of balance salary, wages and statutory dues, payment of VRS compensation inclusive of gratuity and terminal leave encashment, payment of casual workers and payment against Court Orders in the case of O. Munniswamy Reddy and others.

A table containing sanction order Nos., date, etc. and reconciliation of share application money pending allotment amounting to Rs.1,53,92,086.24 hundred (rounded off to Rs.1,53,92,080 hundred) is given below:

Particulars	Amount (Rs. in hundred)	
	Year ended 31 st March, 2026	Year ended 31 st March, 2025
GOI Principal Loan Amount as on 1 st April 2016	13,11,88,480.00	13,11,88,480.00
Interest on Loan Accrued and Due as on 1 st April 2016	18,16,60,970.00	18,16,60,970.00
Interest on Loan Accrued and Due for 2016-17	5,22,59,430.00	5,22,59,430.00
Interest on loan accrued but not due as on 30.09.2016	40,88,610.00	40,88,610.00



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Total				36,91,97,490.00	36,91,97,490.00
Loan/Equity Amount Received during 2016-17					
Sl No.	GOI Order	Order Date	Nature	Amount (Rs. in hundred)	
1	No.1 (16)/2015-PE II (i)	30.09.2016	Non-plan equity	2,58,50,000.00	2,58,50,000.00
2	No.1 (16)/2016-PE II (ii)	30.09.2016	Non-plan equity	1,41,50,000.00	1,41,50,000.00
3	No.1 (3)/2013-PE II (i)	17.01.2017	Non-plan equity	1,64,13,000.00	1,64,13,000.00
4	No.1(3)/2013-PE II (v)	17.01.2017	Non-plan equity	4,69,32,000.00	4,69,32,000.00
5	No.1 (3)/2013-PE II (ii)	17.01.2017	Non-plan equity	21,48,000.00	21,48,000.00
6	No.1(3)/2013PE II (iii)	17.01.2017	Non-plan equity	8,66,000.00	8,66,000.00
Total				10,63,59,000.00	10,63,59,000.00
Less: Amount transferred to GOI during FY 2017-2018				1,50,00,000.00	1,50,00,000.00
Less: Reversal of excess interest booked in earlier years				5,11,410.00	5,11,410.00
Less: Amount paid on behalf of GIO for purchase of shares of HCL from Canara Robeco Mutual fund				1,000.00	1,000.00
Less: Share Allotted to Government of India (4,44,65,20,000 no of shares of Rs. 10 each)				44,46,52,000.00	44,46,52,000.00
Share Application Money Pending Allotment				1,53,92,080.00	1,53,92,080.00

The closure proposal was prepared by DHI, GOI, in the months of July/August 2016 which approved by the Union Cabinet on 28.09.2016. The proposal was based on projected interest of Rs.21,55,27,000 hundred. However, the actual interest as on 30.09.2016 amount to Rs.23,74,98,000 hundred after reversal of excess interest of Rs.5,11,000 hundred booked in earlier years.

In view of the abovementioned circumstances and terms of conversion of outstanding loan to equity by DHI, in the opinion of the Company, the various requirements and disclosures under the Companies Act, 2013 relating to share disclosures and rules made thereunder relating to share application money are not feasible in the case of the Company.



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NOTE: 17(8) - Extra-Ordinary Items

Heads	2025-26 Rs. in hundred	2024-25 Rs. in hundred
Assets written off		
Rent Receivable - Rupnarainpur	Nil	(-)375.98
Accrued Interest	nil	(-)2321.16
Liabilities Written Back		
Outstanding liabilities miscellaneous items written back	23.09	
Provision for GST written back	2,578.94	1,310.88
Employees liability written back	1,550.98	
Unpaid salary Rupnarainpur - 58-60 case	-	8,300.00
Unpaid VRS (2011-2012)	-	6,404.81
Deposit against Quarter rent (VR cases)	--	7,097.10
Security Deposit (License Fees)	-	3,430.17
Security Deposit (M/S Simcomm Exim Pvt. Ltd.)	-	55,000.00
Provision for leave salary of Ex employees	-	82,998.28
Total	4,153.01	1,61,844.11

NOTE: 17(9)

As per the Order of The Hon'ble High Court of Calcutta vide IA NO: GA/1/2020 dated 15th day of November, 2021, a Bank Guarantee dated 14.12.2021 issued by the Bank of Baroda of an amount of Rs.50,000 hundred (Previous Year Rs.50,000 hundred) against fixed deposit maintained with Bank of Baroda which has been furnished to the Register Calcutta High Court in a case which is pending against M/s Joy Ma Santoshi Saw Mill. The same was renewed from 14.12.2025 for a year.

Note: 17(10)

Other Current Assets (Note 11) include an amount of Rs.6,67,560 hundred (Previous Year Rs.6,67,560 hundred) deposited with the Registrar, Delhi High Court as per the Orders dated 21.11.2022 passed by the Delhi High Court in Case No. OMP(ENF)(COMM)263 of 2018 (M/s Goyal MG Gas Pvt. Ltd.-vs-HCL) and also per Order dated 21.09.2022 and 28.07.2023 passed by Allahabad High Court in appeal u/s 37 of Arbitration and Conciliation Act 1996, case no. 65 of 2022. Subsequently pursuant to the Orders of the Delhi High Court dated 22.05.2023 and 17.08.2023 the entire amount of Rs.6,67,560 hundred has been released in favour of M/S Goyal MG Gas Pvt. Ltd. with accrued interest subject to complying due formalities and filing of an



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undertaking and indemnity bond in case the Arbitration appeal is allowed by the Allahabad High Court. The Company has accordingly made a provision of Rs.6,67,560 hundred as prior period expenditure (Refer Note 17(18)). An amount of Rs.24,36,064.27 hundred being under litigation, has been disclosed under Contingent liability (Note 17 (1)(a)).

Note: 17(11)

Division Bench, Delhi High Court vide its Order dated 10.12.2024 in case No. (EFA)(OS) (COMM) 6/2024, (Hindustan Cables Ltd. - vs - M/s Goyal MG Gases Private Ltd) has directed the Company to furnish bank guarantee for a sum of Rs.14,00,000 hundred within one month from the date of the Order.

Accordingly, the Company has submitted a bank guarantee for an amount of Rs.14,00,000 hundred bearing No. 08561GF000077025 dated 03.01.2026 (valid for one year) to the Registrar General, Delhi High Court secured with Fixed Deposit of the Company. The said Bank guarantee has been issued by Bank of Baroda against Fixed deposit maintained with Bank of Baroda. The Delhi High Court has accepted the said bank guarantee vide their Order dated 12.03.2025. This bank guarantee is in addition to the deposit of Rs.6,67,560 hundred which was allowed to be withdrawn by M/S Goyal MG Gases Private Limited as mentioned in Note 17(10).

NOTE: 17(12)

Other Current Assets (Note 11) included an amount of Rs.4,00,030 hundred deposited as per the Order dated 12.01.2023 passed by the Additional District judge, Gandhinagar, Gujrat, in case no. CMA 76 of 2022 (HCL-vs-M/S AVI Polymer Pvt. Ltd.). The deposit is in respect of a claim of M/s. AVI Polymer Pvt. Ltd which has been disputed by the Company. As per further Order of the Court, out of the above, an amount of Rs.2,00,015 hundred had been allowed to be disbursed to M/s AVI Polymer Pvt. Ltd. against furnishing of bank guarantee for the same amount. The entire amount of Rs.4,00,030 hundred, net of book liability of Rs.22,748.98 hundred has been provided for as prior period expenditure (Refer Note 17(18)). An amount of Rs.10,89,915.98 hundred has been disclosed under Contingent liability (Note 17 (1)(a)).

NOTE: 17(13)

Information pursuant to AS-18 "Related Party Transactions". There are no transactions with related parties during the year.

NOTE: 17(14)

As the manufacturing activity of the Company has ceased since long, the Government of India has decided for closure of the Company, hence so segment results have been prepared.



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NOTE: 17(15)

Calculation of Earnings per Share:	2025-26	2024-25
Profit /(Loss) as per Profit & Loss a/c (Rs. in hundred)	10,38,557.68	-2,74,187.65
Weighted Average No. of Shares	4,86,58,81,125	4,86,58,81,125
Earnings per share (Rupees)	-0.0035	-0.0056

NOTE: 17(16)

-	As at March 31 st 2026	As at March 31 st 2025	Variance	Reason for variance
Current Ratio	0.46	1.21	-0.75	Decrease in current assets
Debt Equity Ratio	0.00	0.00	0	-
Debt Service Coverage Ratio	NA	NA	Na	-
Return On Equity Ratio	-0.0021	-0.001	-0.0031	Due to increase in loss made during the period
Inventory Turnover Ratio	0.00	NA	NA	-
Trade Receivable Turnover Ratio	0.00	NA	NA	-
Trade Payable Turnover Ratio	0.00	NA	NA	-
Net Capital Turnover Ratio	0.00	NA	NA	-
Net Profit Ratio	-2.41	-1.06	-1.35	Due to increase in loss made during the period
Return On Capital Employed	-0.189	-0.066	0.123	Due to increase in loss made during the period
Return On Investments	0.00	NA	NA	

Note: - Net profit/loss has been considered before extraordinary items

NOTE: 17(17) - Employee Remuneration and Benefits

Since there are no employees on payroll of the Company, the amount has been shown as NIL.



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NOTE: 17(18) - Prior Period Adjustments

Prior Period Adjustments in Note No. 15C to Profit & Loss Account constitute The Following Items.

Particulars	2025-26 Rs. In hundred	2024-25 Rs. in hundred
Interest On Property Tax (Prior Period) – Hyderabad	-	2,43,878.40
Land Revenue (Prior Period)- Hyderabad	-	2,25,669.89
Society Charges (Prior period)	180.00	-
Legal Expenses (Prior period)	194.70	-
Depreciation on computer (Prior period)	226.63	-
Depreciation on furniture (prior period)	171.61	-
Interest on Land Revenue (RNPR) (Prior Period)	-	11,011.57
Income Tax refund		(-)13,690.25
Maintenance charges (Prior period)	60.00	
Provision against deposit in Court and/or released by the Court in favour of AVI Polymer Pvt. Ltd.	3,77,281.02	
Provision against deposit in court and released by the Court in favour of Goyal MG Gases Pvt. Ltd.	6,67,560.00	
Total	10,45,673.96	4,66,869.61

NOTE: 17(19) - REVALUATION RESERVE

Particulars	2025-26 Rs. In hundred	2024-25 Rs. In hundred
Balance at beginning of the year	Nil	2,80,41,387.21
Revaluation Reserve written back	NIL	2,80,41,387.21
Balance at the close of the year	NIL	NIL



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NOTE: 17(20) - Other Current Assets

Deposit with Court for Litigated Cases includes the following:

Particulars	Amount (Rs. in hundred)			
	2025-26		2024-25	
Deposit with Court (Opening Balance)				
Avi Polymer Pvt. Ltd.	4,00,030.00		4,00,030.00	
Goyal MG Gases Pvt. Ltd.	6,67,560.00		6,67,560.00	
Total		10,67,590.00		10,67,590.00
Adjustment of book liability				
Avi Polymer Pvt. Ltd.		(-)22,748.98		
Balance Deposit				
Avi Polymer Pvt. Ltd.	3,77,281.02		4,00,030.00	
Goyal MG Gases Pvt. Ltd.	6,67,560.00		6,67,560.00	
Closing Balance of Deposit		10,44,841.02		10,67,590.00
Amount released by Court to the claimants provided for:				
Avi Polymer Pvt. Ltd.	2,00,015.00			
Goyal MG Gases Pvt. Ltd.	6,67,560.00			
Total		8,67,575.00		
Balance considered as doubtful of recovery and provided for				
Avi Polymer Pvt. Ltd.		1,77,266.02		
Total Provision		10,44,841.02		

NOTE: 17(21)

- (a) To the best of knowledge and belief of the Management no funds have been advanced or loaned or invested by the Company (either from borrowed funds or share premium or any other sources or kinds of funds) by the Company to or in any other person(s) or entity(ies) including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company "Ultimate Beneficiaries" or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) To the best of knowledge and belief of the management, no funds have been received by the Company from any persons(s) or entity(ies), including foreign entities (Funding Parties) with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



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NOTE: 17(22)

- (a) No provision for MAT relating to current financial year has been made as the Company is a sick company and does not have a book profit within the meaning of Section 115JB of The Income Tax Act, 1961. Moreover it was registered with BIFR In 2002 vide no 505 and continues to have negative net worth till end of the year.
- (b) With respect to Assessment Year 2020-21, the income tax return originally filed on 03 February 2021 and the updated return filed on 29 March 2023 have both been processed by the Income Tax Department. Consequently, the advance tax of Rs.11,75,336.84 hundred paid by the Company has been adjusted against the income tax provision relating to the said year (Note No.10).

Subsequently, the Income Tax Department, vide intimation order dated 30 December 2023, raised a demand of Rs.63,876.56 hundred. The management, based on the opinion of its tax consultants and its assessment of the facts and applicable legal provisions, believes that the said demand is not sustainable. Accordingly, a rectification application has been filed with the Income Tax Department.

Pending disposal of the rectification application, the disputed demand has been disclosed as a contingent liability (Note 17(1)(a)). No provision has been recognized in the financial statements, as the management is of the opinion that no present obligation exists requiring recognition of a liability and that an outflow of economic resources in settlement of the demand is not probable.

Note: 17(23)(i) - Land at Hyderabad

Land of 324 Acres 35 Guntas at Hyderabad was acquired by the State Government during 1971-72 and handed over to the company free of cost for establishing an industrial undertaking. Company had constructed several buildings and other structures thereon at its own cost.

Telangana Government (TG) issued two resumption orders dated 16th July 2018 and 25th July 2018 resuming the entire land under Government custody including the structure existing thereon. Company filed writ petitions before the Hon'ble Hyderabad High Court challenging the resumption orders and obtained stay orders. The matter is sub-judice.

The web portal of the Greater Hyderabad Municipality Corporation (GHMC) is showing demand for outstanding municipal tax on the said land. However, no official recovery notice or demand letter has been received by the company.

The Company paid municipal tax for the period upto 31st March, 2018. In view of the resumption orders and sub judice position as above, the Company stopped recognizing the liability for municipal tax from the date of the resumption orders, i.e., July 2018 and showed the amount due under contingent liability till 31st March, 2024.



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However, the Company subsequently decided, as a matter of abundant precaution, for making provisions for municipal tax for the period beginning July 2018 to 31st March, 2026 in the annual accounts and has provided for the same (including interest thereon) Rs.6,79,130.24 hundred. This will be dealt with as per disposal of the writ petition in due course of time.

Since, there is no formal demand from GHMC regarding payment of the outstanding municipality taxes, the Company has decided to keep the actual payment in abeyance till the disposal of the writ petitions.

Note: 17(23)(ii) - Land at Rupnarayanpur

- (a) Record of rights/Porcha not yet updated for land of - 0.39 acres.
- (b) Case filed against Government of West Bengal with regard to title - 8.85 acres
- (c) Possession certificate available, but porcha/record of rights not available - 2.29 acres

NOTE: 17(24) - Status of liquidation:

LIQUIDATION ACTIVITY	Note No.	ACTION TAKEN
Disposal/sale of assets	Note No. 6	Plant and machinery, factory shed at Rupnarainpur, Land at Narendrapur, Flats at Jodhpur Park, Golf Link Apartments, Kolkata and Flats at Allahabad have been disposed off. Assets remaining in the books for which disposal is under process: Land and Buildings at Rupnarainpur, Land and buildings at Hyderabad (sub judice), Rashbehari guest house in Kolkata, Flat at Asian Village (Delhi) (sub judice). At the time of closure and cessation of business activity, the Company held in current accounts and fixed deposits with banks Rs.33,10,027.59 hundred on 31.03.2016. Residual part of the Government fund out of the fund received subsequent to closure decision for meeting various dues to employees, creditors etc., and subsequent sales proceeds of the assets disposed off net of income tax outgo and deposit and 100 per cent margin money for Bank



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		Guarantee lodged with the Court of laws for some litigated liabilities, have been kept in fixed deposit with Bank pending settlement of dues. Thus, the aggregate amount held in current accounts and fixed deposits as per DPE guidelines on the Balance Sheet date i.e., 31.03.2026 amounted to Rs.62,31,649.68 hundred.
Payment of liabilities	Note No. 5.	Statutory liabilities have not been paid pending disposal of the related cases.
Contingent Liabilities	Note No. 17(1)(a)	Cases filed by and against the Company which are pending before various Courts and Tribunals.

NOTE: 17(25) - Proposed scheme of Amalgamation of Bharat Pumps and Compressors Limited (BPCL) with Hindustan Cables Limited (HCL).

A proposed scheme of Amalgamation of Bharat Pumps and Compressors Limited (BPCL) with Hindustan Cables Limited (HCL) is pending for approval before the Ministry of Corporate Affairs, New Delhi. The Board of Directors of BPCL has approved the proposed scheme on 15th April, 2026, and the Board of HCL has approved the same on 10th April, 2026.

Upon the scheme becoming effective, the operations, business activities, income, expenditure, profits, losses, assets and liabilities of the Transferor Company (BPCL) from the appointed date, i.e., 1st January, 2026 shall be deemed to have been carried on, incurred and held for and on behalf of the Transferee Company (HCL).

Consequently, a consolidated financial account will have to be filed before the appropriate authorities upon final order or approval is passed by the Ministry of Company Affairs on the said scheme.

Accordingly, the financial statements for the year ending 31st March, 2026 have been prepared without giving effect to the proposed amalgamation and are subject to such modifications and adjustments, if any, as may become necessary upon receipt of the final approval/order from the competent authority.



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NOTE: 17(26)

The figures for the previous year have been rearranged and regrouped whether necessary.

In terms of our report of even date

For Guha Nandi & Co.

Chartered Accountants

FRN: 302039E



CA Dr. B. S. Kundu

Partner

(Memb No. 051221)

Place: Kolkata

Date: 4th August, 2026



(UDAY SHANKAR)

Chairman & Managing Director.

DIN-10842939

UDAY SHANKAR

**CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED**



A.K. BOSE

Advisor, CGHCL



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HINDUSTAN CABLES LIMITED **Report on the Audit of the Financial Statements**

Qualified Opinion

We have audited the accompanying financial statements of **HINDUSTAN CABLES LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March, 2026**, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, including a summary of the material accounting policies and other explanatory information by way of notes to the financial statements.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of matter described in the *Basis for Qualified Opinion* section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021 and the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2026**, the loss and its cash flows for the year ended on that date.

Basis for Qualified Opinion

The Union Cabinet in its meeting held on 28.09.2016 approved closure of the Company. The Company currently has no business activities and all items of property, plant and equipment (PPE) are held for disposal (refer Note 6). As per the Accounting Standard on Property, Plant and Equipment (AS 10), items of PPE retired from active use and held for disposal should be stated at the lower of their carrying amount and net realisable value. Contrary to the said accounting standard, the items of PPE are being carried at cost less depreciation. The extent of realisable value lower than the written down value, if any, has not been ascertained.

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



Emphasis of Matter

We draw attention to the following matters:

1. Attention is drawn to Note 1 Material Accounting Policies Paragraph (a) System of Accounting disclosing that the Company has not compiled its accounts on the basis of going concern concept. As the Company has no business activity and is in the winding up process as stated in the said Note, the assumption of going concern basis is not applicable to the Company.
2. Attention is drawn to Note 17(25) indicating proposed scheme of Amalgamation of Bharat Pumps and Compressors Limited (BPCL) with Hindustan Cables Limited (HCL) effective from 1st January, 2026 being the appointed date, pending approval by the Ministry of Corporate Affairs, Govt. of India. The financial statements for the year ending 31st March, 2026 have been prepared without giving effect to the proposed amalgamation and are subject to such modifications and adjustments, if any, as may be necessary depending upon final approval/order from the competent authority.
3. Attention is drawn to Note 17(7) dealing with share application money pending allotment to Government of India for an amount of Rs.1,53,92,086.24 hundred. Allotment of shares has remained pending since 2016.
4. Contingent liability [Note 17(1)(a)] includes disputed claims of two creditors currently under adjudication aggregating to Rs.37,25,211.25 hundred in respect of which the Company deposited Rs.10,67,590 hundred with the registrar of Court as per Court directions (refer Notes 17(10) and 17(12)). Further, following court order, the Company has tendered bank guarantee of Rs.14,00,000 hundred in respect of one of the claimants (refer Note 17(11)). Out of the deposit a sum of Rs.8,67,575 hundred has been released by the Court in favour of the creditors, subject to their undertaking and furnishing indemnity bond that they will redeposit along with interest in case the appeal of judgement is allowed to the Company. The entire deposit, net of adjustment against earlier recognized liability Rs.10,44,841.02 hundred, has been provided for. However, no liability has been recognized against the said bank guarantee as the management, based on legal opinion, is of the view that the matter will be decided in favour of the Company.
5. Assets at Hyderabad (net book value) as on 31st March 2026 Rs 323,137.18 (Note 6) have been fully provided for and the related provision has been shown under Short Term Provision (Note 7). Realisability of the impaired assets is very doubtful and hence to be written off subject to Board's approval and corresponding provision is written back. Pending such adjustment the aggregate amounts of assets and liabilities in the Balance Sheet are both increased by Rs.323,137.18 hundred.

Our opinion is not modified in respect of these matters.

Key Audit Matter

The Company is involved in a number of legal cases in the matter of direct tax, indirect tax, claims from creditors, employees' claims, etc. as referred to in Note 17(1) Contingent Liability not provided for. Provisions are recognised when the Company has a present obligation (legal/ constructive) as a



result of a past event for which it is probable that a cash outflow will be required, and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made. The judgment by the Closure Group of the Company, in the matter of treating the claims as contingent liability and deciding the quantum thereof, is considered substantive. This judgement is based on a number of assumptions and assessments by the Core Group which involves interpreting the various applicable rules, regulations, practices etc. In view of the uncertainty relating to the outcome of these litigations, the significance of the amounts involved, and the subjectivity involved in management's judgement, this matter has been considered as a key audit matter for the current year audit.

In the matter of addressing the above key audit matter, we have considered the legal opinion taken by the Company from the concerned dealing advocates and the information and explanations as made available to us, as the basis for treating the related claims as contingent liabilities and the amounts so stated.

Other Information

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon. These reports are expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern/not going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of 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. We have concluded that a material uncertainty exists, and we have drawn attention in our auditors report to the related disclosures in the financial statements. 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure 'A'** to this report a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. In compliance to directions of the Comptroller and Auditor General of India u/s.143(5) of the Act, we give in **Annexure 'B'** to this report a statement on the matters specified therein.
3. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) Except for the effects of the matter described in the *Basis for Qualified Opinion* paragraph above, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) Section 164(2) of the Act regarding disqualification of directors is not applicable to the Company by virtue of Notification No. G.S.R. 463(E) dated 05.06.2015 issued by the Ministry of Corporate Affairs, Government of India.
 - f) The provisions of Section 197(16) of the Act regarding payment of managerial remuneration to Company's directors are not applicable in view of Notification No. GSR 463(E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government of India.
 - g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure 'C'** to this report. Our report expresses a modified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has pending litigations, the liabilities in respect of which are either provided for or disclosed as contingent liabilities – Refer Note 17 to the financial



statements. The impact of these pending litigations on the financial position of the Company is subject to their judicial outcome.

- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There are no amounts to be transferred to the Investor Education and Protection Fund by the Company:
- iv) The management has represented that to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the Company to or in any other entity or person including foreign entities, with the understanding, whether recorded in writing or not, that the intermediary shall, whether directly or indirectly, lend or invest in other persons or entities, identified in any manner whatsoever by or on behalf of the company (the ultimate beneficiaries), or provide any guarantee or security or the like on behalf of the ultimate beneficiaries.
- v) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entities, with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ("ultimate beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- vi) Nothing has come to our notice that has caused us to believe that the representation under clause (iv) and (v) above contain any material misstatement.
- vii) No dividend was declared or paid the Company during the year and accordingly compliance of the provisions of Section 123 of Companies Act, 2013 was not applicable for the year.
- viii) On the basis of our test check examination we report that the Company uses an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software. To the best of our information, the audit trail feature has not been tampered with and is preserved by the Company as per the statutory requirements for record retention.

For Guha Nandi & Co.

Chartered Accountants

FRN: 302039E



CA Dr. B. S. Kundu

Partner

Memb. No. 051221

UDIN: 26051221CEQKPK6113

Place: Kolkata

Date: 04-08-2026



ANNEXURE – A

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026 OF
HINDUSTAN CABLES LIMITED**

**(Referred to in paragraph 1 under the heading of "Report on Other Legal and
Regulatory Requirements" of our Report of even date)**

**Statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report)
Order, 2020, issued by the Central Government of India in terms of sub-section (11) of
section 143 of the Companies Act, 2013 to the extent applicable for the year 2025-26**

On the basis of information and explanation made available to us by the management and on the basis
such checks that we considered necessary, we report that:

- (i) In respect of the Company's Property, Plant and Equipment:
 - (a) (A) The Company has not maintained proper records showing full particulars, including quantitative details and situation of the fixed assets;
 - (B) The Company does not have any intangible assets. Accordingly, Clause 3(i)(a)(b) of the Order is not applicable to the Company
 - (b) Property, plant and equipment has been physically verified by the management during the year. However, discrepancies, if any, could not be ascertained in the absence of fixed assets register as mentioned above. In respect of land, no survey report is available and as a result, total land area in Company's possession and whether the same is free of encumbrance or adverse possession could not be ascertained.
 - (c) In the absence of quantitative records of fixed assets, total land area of the Company could not be identified by us. We have seen title deeds for lands measuring to 905.84 acres for land at Rupnarayanpur. Further, in respect of land at Hyderabad, photocopy of title deeds for land area measuring to 324 acres 35 gunthas has been made available as per which the said land is held in the name of the Company.
 - (d) The company has not revalued its Property, Plant and Equipment during the year and hence Clause 3(i)(a)(d) of the Order is not applicable to the Company.
 - (e) As per information the Company does not hold any benami property and no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company had no inventories during the year under audit and hence Clause 3(ii) of the Order is not applicable to the Company.
- (b) The Company has not been sanctioned working capital limits during any point of time of the year and hence Clause 3(ii) (b) of the Order is not applicable to the Company.

- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loan, secured or unsecured to, companies, firms, limited liability partnerships or other parties. Consequently, the provisions of Clause iii(a),(b),(c), (d), (e) and (f) of the Order are not applicable to the Company and hence not commented upon.
- (iv) According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any investment, advanced any loan, given any guarantee or provided any securities to others and as such sections 185 and 186 of the Companies Act, 2013 are not applicable.
- (v) The Company has not accepted deposits or amounts which are deemed to be deposits and hence Clause 3(v) of the Order is not applicable to the Company for the year.
- (vi) The Company's manufacturing activity is stopped since long and the Government of India has given its consent for the closure of the Company, hence Clause 3(vi) of the Order regarding maintenance of cost records is not applicable to the Company.
- (vii) (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess or any other statutory dues have been generally regularly deposited during the period by the Company with appropriate authorities.

According to the information and explanation given to us, no undisputed statutory dues of the nature mentioned above were in arrears as at 31st March, 2026 for a period of more than six months from the date they become payable except as noted below.

Particulars	Rs. in hundred
Property Tax in respect of land at Hyderabad and Rupnarayanpur	8,35,494.43
Total	8,35,494.43

- (b) According to the information and explanation given to us, the following statutory dues have not been deposited by the Company on account of dispute as at 31st March 2026:

Sl. No.	Statue	Nature of Dues	Forum	Rs. in hundred	Year
1.	Income Tax Act, 1961	Income tax additional demand based on TDS	CIT (Appeals)	12,000	2013-14
2.	Income Tax Act, 1961	Income tax demand from CPC, Bengaluru	Deputy Director of Income Tax	63,880	2020-21
3.	Employees' Provident Fund and Miscellaneous Provisions Act, 1952	Levy of damage under Section 14B and interest under Section 7Q	EPFO Allahabad	13,000	April 2013 to January 2017

- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, Clause 3(ix) of the Order is not applicable to the Company.
- (x) According to the information and explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instrument) during the year. Further, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence Clause 3(x) of the Order is not applicable to the Company.
- (xi) Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- (xii) In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company and hence the paragraph 3(xii) is not applicable.
- (xiii) There was no transaction with any party within the meaning of section 177 & 188 of the Companies Act, 2013.
- (xiv) The Company has not deputed any Internal Auditor for the financial year as stated and accordingly no internal audit has been conducted.
- (xiv) According to information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly the paragraph 3(xvi) is not applicable the Company.
- (xvi) In our opinion and on the basis of information and explanation given to us by the management –
- (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934;
 - (b) The Company has not conducted any non-banking financial or housing finance activities during the year as per Reserve Bank of India Act, 1934;
 - (c) The Company is not a core investment company as defined in the regulations made by the Reserve Bank of India;
 - (d) The Company does not belong to any Group having more than one CIC as part of the Group.
- (xvii) The Company has incurred cash loss of Rs.10,25,315.00 hundred in the financial year and Rs.2,61,643.36 hundred in the immediately preceding financial year.
- (xviii) There has been no resignation of statutory auditors during the year and hence Clause (xviii) of the Order is not applicable to the Company .



- (xix) Central Government has decided closure of the Company vide their letter dated 28.09.2016 by relieving all the employees for implementation of approved road map for closure as mentioned. All manufacturing activities of the Company had ceased since 2005. Accordingly Clause (xix) of the Order, which is applicable to an operating company, is not applicable to the Company.
- (xx) The Company does not have any corporate social responsibility for the year under Section 135(5) of the Act. Accordingly Clause (xx) of the Order is not applicable to the Company.
- (xxi) The Company has no subsidiary or associate and hence clause (xxi) is not applicable to the Company.

For Guha Nandi & Co.
Chartered Accountants
FRN: 302039E



CA Dr. B. S. Kundu
Partner
Memb. No. 051221
UDIN: 26051221CEQKPK6113

Place: Kolkata

Date: 04-08-2026



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Commerce House,
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ANNEXURE – B

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026 OF
HINDUSTAN CABLES LIMITED**

**(Referred to in paragraph 2 under the heading of “Report on Other Legal and
Regulatory Requirements” of our Report of even date)**

**Report on the Directions by the Comptroller & Auditor General of India (C&AG)
under section 143(5) of the Companies Act, 2013 for the year 2025-26**

According to the information and explanations given to us by the management and on the basis of our examination of books and records of the Company, we report that:

Sl. No.	Query	Reply
1	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post-retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	The Company is under closure process. It has no employee on its pay roll and no post-retirement benefits are arising or payable to retired employees. There are no investments made directly by the Company or through trusts for post-retirement benefits of retired employees.
2.	Whether the company has a system in place to process all the accounting transaction through IT system? If yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing Organisations empanelled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any,	The Company processes its accounting transactions through the Tally accounting software (Edit Log Version) hosted on a Cloud Platform. Access to the accounting system is controlled through user credentials (User ID and Password). As explained to us, existing IT system used by the Company and control thereof are not significant to the Companies' financial reporting in view of the fact that the



Sl. No.	Query	Reply
	have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be stated.	Company is presently under closure process and no business activity is carried on by the Company. Based on the information and records made available to us, no accounting transactions have been processed outside the IT system except processing of depreciation which is not automated by the accounting software. There is no adverse financial implication of such processing on the integrity of the accounts.
3.	Whether funds (grants / subsidy etc.) received / receivable for specific schemes from Central / State Governments or its agencies were properly accounted for as per the applicable accounting standards or norms / and whether the received funds were utilized as per its term and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	No funds (Grants/subsidy) etc. were received or are receivable for specific schemes from the Central/State Government or its agencies during the year. However, the Company had earlier received fund from Central Government in the form of assistance to facilitate its closure which, as explained to us, had been utilized as per the terms and conditions of the assistance and had been properly accounted for. Accounting of interest on the fund pending utilization is properly done.
4.	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	The Company is under closure process and has ceased all its business operations and is presently in a non-operational stage with no employees. As explained to us, due to above state of affairs, the Company has not identified any key Risk areas and also not identified any data assets.



Sl. No.	Query	Reply
5.	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	The Company is not a listed entity and as such there is no requirement to comply with the SEBI regulations. The Company is complying with the rules and regulations, wherever applicable, of the concerned authorities such as Ministry of Corporate Affairs, Ministry of Heavy Industries and other relevant regulatory bodies.

For Guha Nandi & Co.
Chartered Accountants
FRN: 302039E




CA Dr. B. S. Kundu
Partner
Memb. No. 051221
UDIN: 26051221CEQKPK6113

Place: Kolkata

Date: 04-08-2026

ANNEXURE – C

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026 OF
HINDUSTAN CABLES LIMITED**

**(Referred to in paragraph 3(g) under the heading of “Report on Other Legal and
Regulatory Requirements” of our Report of even date)**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the
Companies Act, 2013 (“the Act”) for the year 2025-26**

We have audited the internal financial controls over financial reporting of **Hindustan Cables Limited** (“the Company”) as of **31 March 2026** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and whether such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal



financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements is not prevented or detected on a timely basis. According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at 31st March, 2026

The Company has no business activity since 2016 and is in the process of winding up. The Company has no regular manpower excepting a closure group entrusted with the task of company closure related activities and has no internal audit system in place. We have, in the course of audit, felt the need for improvement in internal control over financial reporting, particularly in the following areas:

- (i) Regular review of contingent liabilities, effective litigation management and reassessment of probability, possibility and remoteness of outflow of resources against the same;



- (ii) Regular assessment of net realisable value of property, plant and equipment so that the same can be stated at the lower of their carrying amount and net realisable value; and
- (iii) Proper maintenance of log book in support of vehicle usage.

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the material weaknesses described above, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2026 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2026 financial statements of the Company and these material weaknesses do not affect our opinion on the financial statements of the Company except as stated in the paragraph Basis for qualified Opinion.

For Guha Nandi & Co.
Chartered Accountants
FRN: 302039E



CA Dr. B. S. Kundu
Partner
Memb. No. 051221
UDIN: 26051221CEQKPK6113

Place: Kolkata

Date: 04-08-2026

HINDUSTAN CABLES LIMITED

REPLY TO AUDITORS QUALIFICATIONS IN THE STATUTORY AUDIT REPORT OF HINDUSTAN CABLES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026.

S.N.	AUDIT QUALIFICATION	MANAGEMENT REPLY
1	Basis for Qualified Opinion <i>The Union Cabinet in its meeting held on 28.09.2016 approved closure of the Company. The Company currently has no business activities and all items of property, plant and equipment (PPE) are held for disposal (refer Note 6). As per the Accounting Standard on Property, Plant and Equipment (AS 10), items of PPE retired from active use and held for disposal should be stated at the lower of their carrying amount and net realisable value. Contrary to the said accounting standard, the items of PPE are being carried at cost less depreciation. The extent of realisable value lower than the written down value, if any, has not been ascertained.</i>	Realization of Company's immovable assets is governed by the decisions and directions of the Government of India and other statutory requirements applicable to Public Sector Enterprises. The timing, manner and value of disposal of these assets are dependent upon Central Government's approval and completion of prescribed disposal process. Since no disposal process has yet been concluded for the major immovable assets, management is of the view that any estimation of net realisable value at this stage would involve significant uncertainty and subjectivity and may not represent the value ultimately realisable through the Government-approved disposal process. Hence, carrying PPE at cost less depreciation is considered more prudent and conservative. Management believes that the estimated total realisable value of PPE would be significantly higher than its carrying amount.