

2024-25

HINDUSTAN CABLES LIMITED



73 rd Annual Report and Accounts.

CONTENTS

Sn	Description	Page Nos.
1	Board of Directors, Auditor, Bankers	3
2	Notice of Annual General Meeting	4-6
3	Director's Report	7-11
4	Secretarial Audit Report	12-17
5	Comments of Comptroller and Auditor General of India	18-19
6	Revised Auditor's report dt 25.09.2025 to the Members of Hindustan Cables Limited	20-35
7	Company's explanation to the observations of Statutory Auditors	36
8	Auditor's report to the Members of Hindustan Cables Limited	37-51
9	Last ten years at a glance	52
10	Balance sheet as at 31.03.2025	53
11	Profit and Loss Account for the year ended on 31.03.2025	54
12	Cash Flow Statement for the year ended on 31.03.2025	55
13	Significant Accounting Policies and notes on Accounts	56-77
14	Location of Offices	78



HINDUSTAN CABLES LIMITED

BOARD OF DIRECTORS

Shri Uday Shankar	: Chairman and Managing Director
Shri Madan Pal Singh	: Director
Shri Arun Kumar Sarkar	: Director

STATUTORY AUDITOR

M/s Guha Nandi & Co (CA 0017)
Chartered Accountants
Kolkata

BANKERS

Bank of Baroda
Allahabad Bank

HINDUSTAN CABLES LIMITED
(A Government of India Undertaking)
(Under the Ministry of Heavy Industries)
Website : www.hindcables.net

Corporate Office
167/A, Ajoy Nager, (5 th Road), Kolkata – 700075

हिन्दुस्तान केबल्स लिमिटेड
(भारत सरकार का उपकरण)
नैगम कार्यालय
167/ए, अजय नगर (५वीं रोड)
कोलकाता 700075



HINDUSTAN CABLES LIMITED
(A Govt. of India Undertaking)
CORPORATE OFFICE
167/A, Ajoy Nagar (5th Road)
Kolkata 700075.

CIN – U31300WB1952GOI020560

Email: hindustancablesltd.kolkata@gmail.com

Website : www.hindcables.net

CORP/SEC/73 rd AGM/2024-25

Date : 03.10.2025

NOTICE OF THE 73RD ANNUAL GENERAL MEETING

Notice is hereby given that the 73rd Annual General Meeting of Hindustan cables Limited will be held on Tuesday, the 14th October, 2025 at Hindustan cables Limited, Registered Office, 167/A, Ajoy Nagar (5th Road) Kolkata - 700075, at 04.00 PM to transact the following business :

1. To consider and adopt the Report of the Directors for the year ended 31st March, 2025.
2. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2025 and Balance Sheet as on that date along with the Reports of the Auditors thereon.
3. To authorize the Board of Directors to fix remuneration of Auditors for the year 2025-26.

The Meeting may please also be attended through Video Conference Mode.

For Hindustan Cables Limited


(Uday Shankar)
Chairman and Managing Director
(Additional Charge)

To
All Members, Directors and Auditors
Hindustan Cables Limited (as per list enclosed)

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the company. A blank form of proxy is enclosed, which, if used, should be returned to the Registered Office of the Company duly completed, not later than 48 hours before the commencement of the Meeting.
2. The Register of Members and the share transfer Books of the Company has been closed from 07.09.2025 to 14.09.2025 (both days inclusive)

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN :

Name of the company :

Registered office :

Name of the member (s) :

Registered address :

Email Id :

Folio No/ Client Id :

DP Id :

I/We, being the member (s) of Shares of the above named company, hereby appoint

1. Name :

Address :

E-Mail Id :

Signature : , or failing him

2. Name :

Address :

E-Mail Id :

Signature : , or failing him

3. Name :

Address :

E-Mail Id :

Signature :

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual general meeting/Extraordinary general meeting of the company, to be held on the day of At a.m. / p.m. at (Place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. To consider and adopt the Report of the Directors for the year ended 31st March, 2025.
2. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2025 and Balance Sheet as on that date along with the Reports of the Auditors thereon.
3. To authorize the Board of Directors to fix remuneration of Auditors for the year 2025-26

Signed this Day of 20

Signature of Shareholder

Affix
Revenue
Stamp

Signature of Proxy holder(s)

Note : This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

DIRECTORS' REPORT

TO
THE SHAREHOLDERS
HINDUSTAN CABLES LIMITED

Dear Shareholders,

On behalf of the Board of Directors, I have great pleasure in presenting you the 73rd Annual report on the working of the Company for the year ended 31st march 2025 along with the Audited Statement of Accounts, Auditors' Report and the Review of the Accounts by the Comptroller & Auditor General of India.

2. PERFORMANCE

The Union Cabinet has given its approval on 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 etc., offering VRS/VSS to its employees. Accordingly, all the employees were released on 31.01.2017 on payment of compensation sanctioned by the Union Cabinet.

As things stands today, there is no permanent employee on the roll of the company. The appropriate government authority has granted permission for closure of the company u/s. 25(O) of Industrial Disputes Act, 1947.

Currently there is no business activity and HCL is trying to complete the formalities for liquidation / winding up as directed. Hindustan Cables Limited is now closed and in a non-operating stage with no plant, machinery, employee or outsourced functionary.

3. FINANCIAL RESULTS

During the year 2024-25, the company has made profit (loss) of Rs. (2.74) crores. Summarized position of the Company's results for the year 2024-25 compared to 2023-23 is given below:

		(Rs. In Lakhs)	
		2024-25	2023-24
(a)	Total revenue	411.03	393.58
(b)	Less: Total expenses	847.06	534.14
(c)	Profit (Loss) before Extra Ordinary item and Tax	(436.03)	(140.54)
(d)	Extra Ordinary items	161.84	(3.35)
(e)	Provision for Income Tax (relating to earlier years)	-	(303.38)
(f)	Profit (Loss) for the year	(274.19)	(447.27)

4. SHARE CAPITAL

The Authorized Capital of the Company is Rs. 6000 crores. The Subscribed and Paid-up Capital as on 31.03.2025 stood at Rs. 4865.88 crores divided into 4865881125 Equity Shares of Rs. 10 each.

5. BORROWINGS

During the year 2024-25, the company has not made any borrowing.

6. CONTRIBUTION TO NATIONAL EXCHEQUER

The Company's contribution to National Exchequer by way of Income Tax, TDS on contractors and consultancy services, GST, Rates & Taxes etc. aggregates to Rs. 0.49 crore.

7. HUMAN RESOURCE MANAGEMENT

In terms with approval of the Union Cabinet dated 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 and other relevant Acts, all the regular employees of the company were released on 31.01.2017 on acceptance of their VR applications except 125 ex-employees of HCL, Naini (who were transferred to NAeL, a subsidiary of HAL).

8. STATUS OF LAND HELD

Company holds 947.23 acres of land at Rupnarainpur, District Paschim Bardhamaan, West Bengal. The Company has filed a title suit before Asansol Court challenging the gift deed for 8.85 acres of land at Baramuri mouza, Rupnarainpur, in favour of two West Bengal Government educational institutions (ITC and NCP). For a small parcel of 0.39 acres at Baramuri mouza, mutation is under hold by local land revenue office for identification based on verification of ownership records.

In respect of 324 acres 35 guntas of land held by the Company at Hyderabad, Telangana Government claimed title to property and served resumption orders during July, 2018. Company obtained stay(s) from Hyderabad High Court and issues are now sub judice.

9. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors of the Company confirm:

- i. That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure.

- ii. That the selected accounting policies were applied consistently and the directors made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2025 and of the profit of the Company for the year ended on that date.
- iii. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the annual accounts have not been prepared under historical convention as a going concern, in view of the decision of Union Cabinet to close the company.

10. AUDIT COMMITTEE

The Board of Directors in its 369 th Meeting held on 24.03.2025 re-constituted the Audit Committee comprising of Shri Madanpal Singh, as Chairman, Audit Committee, Shri Arun Kumar Sarkar, as Member, Audit Committee and Shri Uday Shankar, as Member, Audit Committee. The terms of reference of the Audit Committee are to review and discuss with the Auditors periodically about internal controls, the scope of audit and the observations of the auditors, review of financial statements before submission to the Board and any matter referred by the Board.

11. BOARD OF DIRECTORS

Shri Uday Shankar, General Manager (PMX), Bharat Heavy Electricals Limited (BHEL) has been entrusted additional charge of the post of Chairman & Managing Director of the company w.e.f. 29.10.2024 vide in terms of order no. 1(15)/2016-PE-II-Part-3(e 15457) dated 15.10.2024 issued by Department of Heavy Industry, Government of India.

The Board of Directors place on record its appreciation for the service rendered by Shri. K. Mohan as Chairman & Managing Director (Additional Charge) of the company.

Shri Arun Kumar Sarkar, Deputy Secretary, Ministry of Heavy Industries (MHI) was appointed as a Government Nominee Director on the Board of Hindustan Cables Limited with immediate effect vice Shri Joseph Atul T Barla, Director, Ministry of Heavy Industries (MHI) vide MHI order no. 1(15)/2001-PE.II/CPSE-II (e-4246) dated 27.09.2024.

The Board of Directors place on record its appreciation for the services rendered by Shri Joseph Atul T Barla, Director, Ministry of Heavy industries, as Government Nominee Director on the Board of Hindustan Cables Limited.

The Board meets with prior notice and circulation of the agenda papers in advance. The meetings focus on strategy formulation, policy and control, review of the performance and for considering statutorily required matters.

12. AUDITORS

For the year 2024-25, M/s Guha Nandi & Company (CA 0017), Chartered Accountants, was appointed by Comptroller & Auditor General of India (C&AG) as Statutory Auditor of the Company.

13. AUDIT REVIEW

The comments of the Comptroller and Auditor General of India, Statutory Auditors' Report to the members and replies of the Management to the observations are annexed.

14. INFORMATION ON SHARES

The share transfers taking place are amongst the nominees of the President of India. The distribution of shareholding as on 31st March, 2025 was as under:

Sn	Category	No. of shares held	% age
1	President of India	4865881125	100.00
	Total	4865881125	100.00

The Company is an unlisted entity having CIN U31300WB1952GOI020560.

The last 3 Annual General Meetings were held on 28.12.2022, 22.11.2023 & 28.10.2024 at Kolkata.

15. ACKNOWLEDGEMENT

The Directors are grateful for the support, guidance and assistance received from the Ministry of Heavy Industries, Ministry of Communication, Ministry of Finance and other Ministries of Government of India and State Governments of West Bengal and Andhra Pradesh. The Directors also convey their thanks for the co-operation and support received from the office of Comptroller and Auditor General of India and the principal Director of Commercial Audit.

The Directors take this opportunity to express their appreciation for the support, co-operation and contribution from the contractual functionaries associated with the Company in meeting various challenges during the year under review.

For and on behalf of the Board of Directors

Sd -

**(Uday Shankar)
CHAIRMAN & MANAGING DIRECTOR**

**REGISTERED OFFICE
167/A, Ajoy Nagar, (5th Road)
KOLKATA 700075.**

DATED : 23.09.2025

Rajkishore Ram
Practicing Company Secretary

Dakhinayan Apartment
39, Briji Road,F-B-2,
Kolkata-700084, West Bengal
Mob.No.9903880503
E.mail:csrkrkram@gmail.com

SECRETARIAL AUDIT REPORT

For the financial year ended on 31ST March, 2025

**(Pursuant to section 204(1) of the Companies Act. 2013 and rules 9 of the
Companies (Appointment and Remuneration of Managerial Personnel) rules,
2014, read with the Guidance Note on Secretarial Audit)(Release- 1.2) of the
Institute Of Company Secretaries of India)**

To

The Members

M/S. Hindustan Cables Limited

167/A, Ajoy Nagar Santoshpur, Kolkata-700075, West Bengal

1. I have conducted the secretarial Audit of M/s. Hindustan Cables Limited having its Registered office at 167/A, Ajoy Nagar Santoshpur, Kolkata-700075 West Bengal and having CIN: U31300WB1952GOI020560 (hereinafter called 'the Company') for the financial year ended on 31st March, 2025 ("the period under review " herein after). The Aforesaid Secretarial audit has been conducted, pursuant to the provision of section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, read with the Guidance Note on Secretarial Audit (release 1.2) of Institute of Company Secretaries of India, in a manner that provided me a reasonable basis for evaluating the corporate conduct and the process of statutory compliances under various statutes, rules, regulations, guidelines, as indicated here in below in the instant report as such expressing my opinion thereon.
2. On the Basis of verification of the secretarial compliance and on the basis of aforesaid secretarial audit of Company's books, papers minute books, forms and returns filed and other records maintained by the company, as shown to me, during the said audit and based on the information provided by the Company, its officers, agents and authorized representative during the conduct of the aforesaid secretarial audit, I hereby report that in my opinion and to the best of my understanding, the Company has, during the audit,



period covering the financial year ended on 31st march, 2025, complied with the statutory provisions with certain exception listed hereunder about the board process and compliance system and in my view the Company has been maintaining adequate board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

3. I have examined the secretarial compliance based on the books, papers, minute books, forms and returns filed and other records maintained by M/s. Hindustan Cables Limited for the financial year ended on 31st march, 2025 and as shown to me during my audit, according to the provisions of the following laws:
 - (i) The Companies Act, 2013 (the Act) and the rules made there under;
 - (ii) The Depositories Act, 1996 and the Regulation and bye Laws framed There under;
4. To the best of my understanding and on the basis of information and documents produced by the management, the company has changed its status to a unlisted company and it was informed by the management that the Union Cabinet vide its letter dated 28/09/2016 has already given its approval for the closure/winding up of the company. Further it has been informed by the management that HCL has released all its employees from the company with effect from 31/01/2017 and further the company is trying to complete the formalities for liquidation / winding up as directed by the Union Cabinet.
5. Hindustan Cables Limited is trying to complete the formalities for liquidation/winding up as directed by the Union Cabinet and Keeping the above information and explanations as provided by the management of the company I am of the view that the Company is no more required to comply the necessary Listing compliances as the company has changed its status to an unlisted company
6. I further report to the best of my understanding that,
 - a) The Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and independent Directors. During the period under review Atul T Barla (DIN.10122179) was resigned from board and Shree Arun kumar Sarkar (DIN.10795153) was appointed as a nominee Director of the company on dated 27.09.2024. Mr. Kothenath Mohan (DIN.08385809), Managing Director of the company also resigned from the board and Mr Uday Shankar (DIN.10842939) was appointed as Managing Director of the company vide letter dated 29.10.2024 as issued by MHI (Ministry of heavy industries). Mr. Vivek Narayan (DIN.09689053) also resigned from the board dated 03.07.2024 however due to lack of documents i.e



Din, Kyc, Dsc of Mr. Pankaj Kumar was unable to induct the board of directors of the company.

- b) Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meetings and for meaningful participation at the meeting.
- c) Majority decision is carried through and recorded as a part of the minutes.

7. It has been represented to me by the management of the Company that periodic reports on compliance with laws generally applicable to the company are placed before the board at periodic intervals and that there are adequate system and process in the company, commensurate with the size and operations of the company for reporting to the Board of directors of the company and to monitor and ensure compliance with applicable to the area of operation of business and other laws generally applicable to Company.

8. I further State that in respect of compliance with the provisions of Companies Act 2013, during the period under review, I have observations as follows:

- i. That to the best of our understanding, the "Key Managerial personnel" preferably the Company Secretary and/or the Chief financial Officer as required to be appointed by company pursuant of section 203 (1) of the Companies act, 2013, key managerial person(KMP) has been appointed by the company during the period under scrutiny under the provisions of Rule 8 of The Companies "Appointment and Remuneration of Managerial Personnel" Chapter XIII under Section 203 of the Companies Act, 2013.
- ii. That I have not come across any report or minute or any other document regarding evaluation of independent directors, pursuant to section 149 read with schedule IV of the companies' act 2013. It has been represented to me by the management of the Company that the Company is closed and non-functional in terms with approval accorded by the Union Cabinet on 28.09.2016 and that the Ministry of Heavy Industry, generally appoints all the directors of the Board however no such director in the capacity of independent director has been appointed during the period under review.
- iii. That I have not come across any report or minute or any other document regarding appraisal of performance of Directors since the company has not constituted the Nomination and remuneration Committee during the period under review.
- iv. That since the company is trying to complete the formalities for liquidation / winding up as directed by the Union Cabinet, the internal Auditor has not



been appointed pursuant to the provisions of section 138 of the Companies Act, 2013.

v. As per the web site of ministry of corporate affairs i.e. www.mca.gov.in the Company has changed its status from a listed entity to non-listed entity. Further as informed by the management there is no floating shares available in the market and the President of India representing Government of India is holding 100% stake in the company as on date..

vi. As on date the company is Active Compliant.

This report is to be read with my letter of even date which is annexed as Annexure A and forms an integral part of this report.



Rajkishore Ram

Practicing Company Secretary
Mem. No.: A22447, C.P. No: 16589
UDIN: A022447G001310635

Place: Kolkata

Date: 22nd day of September'2025

Rajkishore Ram
Practicing Company Secretary

Dakhinayan Apartment
39, Briji Road, F-B-2,
Kolkata-700084, West Bengal
Mob. No. 9903880503
E.mail: csrkram@gmail.com

'Annexure A'
**(To The Secretarial Audit Report of M/S. Hindustan Cables Ltd. for the Financial
Year ended 31/03/2025)**

To
The Members
M/s. HINDUSTAN CABLES LIMITED
167/A, Ajoy Nagar Santoshpur, Kolkata-700075, West Bengal

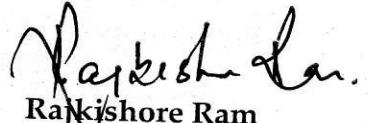
My secretarial Audit Report for the financial year ended 31/03/2025 of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion of existence of adequate board process and compliance management system, commensurate to the size of the company, based on these secretarial records as shown to me during the said audit and also based on the information furnished to me by the officers and agents of the company during the said audit.
2. I have followed the audit practices and process as were appropriate, to the best of my understanding, to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to check as to whether correct facts are reflected in secretarial records. I believe that the process and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness, appropriateness and bases of financial records, books of accounts and decisions taken by the board and by various committees of the Company, during the period under review. I have checked the board process and compliance management system to understand and to form an opinion as to whether there is an adequate system of seeking approval of respective committees of the board, of the members of the company and of other authorities, as per provisions of Companies Act 2013 and of various statutes as referred in the aforesaid audit report.



4. Where ever required I have obtained the management representation about the compliances of Laws, rules and regulations and happening of events and gathering of facts etc. However it is understood from the management that the company has become sick industrial company within the meaning of clause "O" of subsection (1) of section (3) of SICA, 1985 and the company was registered with the Board for Industrial & Financial Reconstruction (BIFR) in the year 2002 vide case no. 505/2002 and the Union Cabinet init's meeting held on 28.09.2016 has, inter-alia, accorded its approval for closure of the company. Further as informed by the Management there is no floating share available in the market and the President of India representing Government of India is holding 100% stake in the company as on date.
5. The compliance of the provisions of corporate and other applicable laws, rules regulations, standard, is the responsibility of management. My examination was limited to the verification of compliance procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness or accuracy with which the management has conducted the affairs of the Company.




Raikishore Ram
Practicing Company Secretary
ACS No. 22447, CP.No.16589

Place: Kolkata

Date: 22nd day of Sept' 2025

गोपनीय/ गति डाक

महानिदेशक लेखापरीक्षा (खान) का कार्यालय
1, काउंसिल हाउस-स्ट्रीट,
कोलकाता - 700 001



संख्या ५३९ /Report-II /01-04/H. Cables/2025-26

OFFICE OF THE DIRECTOR
GENERAL OF AUDIT (MINES)
1, COUNCIL HOUSE STREET,
KOLKATA-700 001

दिनांक /Date..... 26 SEP 2025

सेवा में,

The Chairman and Managing Director,
Hindustan Cables Limited,
167/A, Ajoy Nagar, (5th Road),
Kolkata – 700 075

विषय:- कम्पनी अधिनियम 2013 की धारा 143(6) (b) के अधीन Hindustan Cables Limited के वर्ष 2024-25 के लेखे पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणी।

महोदय,

कम्पनी अधिनियम 2013 की धारा 143(6)(b) के अन्तर्गत 31 मार्च की समाप्त वर्ष 2024-25 के लिये Hindustan Cables Limited के लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणी प्रेषित की जाती हैं।

कृपया इस पत्र का पावती भेजें।

अनु यथोपरि।

भवदीया,

(यशोधरा राय चौधुरी)

अपर उप नियंत्रक एवं महालेखापरीक्षक (खान)
कोलकाता

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF
INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON
THE FINANCIAL STATEMENTS OF HINDUSTAN CABLES LIMITED
FOR THE YEAR ENDED 31 MARCH 2025**

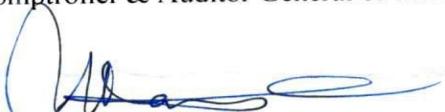
The preparation of financial statements of Hindustan Cables Limited for the year ended 31 March 2025 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 25 September 2025 which supersedes their earlier Audit Report dated 19 August 2025.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Hindustan Cables Limited for the year ended 31 March 2025 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

In view of the revision made in the statutory auditor's report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller & Auditor General of India

Place: Kolkata
Date: **26 SEP 2025**


(Yashodhara Ray Chaudhuri)
Additional Deputy Comptroller and
Auditor General (Mines)
Kolkata

INDEPENDENT AUDITOR'S REPORT

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

On the basis of audit queries raised by The Comptroller and Auditor General of India, the audit report has been revised and fresh audit report in supersession of our earlier audit report dated 19.08.2025 has been issued.

Qualified Opinion

We have audited the accompanying financial statements of **HINDUSTAN CABLES LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March, 2025**, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, including a summary of the significant 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, 2025**, 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 equipments (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, if any, has not been ascertained. Further to above, Furniture & Fittings and Office Equipment have been clubbed together although the applicable rates of depreciation for the said two natures of assets are different. The depreciation rate is 9.50% for Furniture & Fittings and the same is 6.33% for Office Equipment. Depreciation on both Furniture & Fittings and Office Equipment has been charged at the rate of 6.33%. Similarly, Office buildings and Factory buildings have been clubbed together although Office Buildings carry depreciation rate of 1.58% and Factory Buildings carry a rate of 3.17%. Both the nature of assets have been depreciated at the rate of 3.17%. The impact of these deviations on depreciation charge for the current year and on the accumulated depreciation 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

25 SEP 2025
 प्राप्त / Received
 कार्यालय महानिवेशक वाणिज्यिक लेखापरिक्षा
 तथा फ्लैन समिति के सदस्य वोर्किंग बोर्ड-I
 Mr. The Director General, Commercial Audit &
 Ex-Officio Member, Audit Board-I
 Kolkata-700 001, Kolkata-700 001



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 Significant Accounting Policies Paragraph (a) System of Accounting disclosing that the Company has not compiled its accounts on the basis of going concern concept. However, 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.
2. Attention is drawn to Note 23 dealing with share application money pending allotment of shares to Government of India for an amount of Rs 1,53,92,086.24 hundred and the management views as to non-feasibility of the provisions of the Companies Act, 2013 for the same. Allotment of shares has remained pending since 2016.
3. Attention is drawn to Note 18 to these financial statements regarding litigated or time-barred liability in respect of an MSME vendor and non-provision of interest thereon as per the MSME Act, the impact of which has not been ascertained.
4. As mentioned in Note 11 to these financial statements, an aggregate amount of Rs.10,67,973.78 hundred has been deposited by the Company with authorities following court orders in the matter of disputed claims of two creditors currently under adjudication aggregating Rs.31,99,780.00 hundred (refer Notes 26A and 27). Further, during the year, following court order, the Company has deposited bank guarantee of Rs.14,00,000.00 against hundred percent margin money in respect of one of these claims (refer Note 26B). No liability has been recognized against the said deposits/ bank guarantee as the management, based on legal opinion, is of the view that the matters will be decided in favour of the Company.
5. GST credit amounting to Rs.117,529.73 hundred shown under Other Current Assets (Note 11) has been fully provided for by the management and the related provision has been disclosed separately under Short Term Provisions (Note 7). Realisability of the GST credit 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.117,529.73 hundred.
6. Income tax paid Rs.12,82,819.15 hundred (including income tax deducted at source) has been shown under Short Term Loans and Advance (Note 11) and the corresponding liability to the extent of Rs.11,82,033. 47 hundred has been shown under Short Term Provision (Note 8). Realisability of the income tax paid is very doubtful and hence to be written off subject to Board's approval and corresponding provision is written back. This has resulted in overstating the aggregate amounts of assets and liabilities in the Balance Sheet by Rs.11,82,033. 47 hundred. Pending such adjustment the aggregate amounts of assets and liabilities in the Balance Sheet are increased by Rs.12,82,819.15 hundred and Rs.11,82,033. 47 hundred respectively.

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 2 of 6



7. Assets at Hyderabad (net book value as on 31st March 2025 Rs.323,137.18, (Note 6) have been fully provided for and the related provision has been shown under Short Term Provision (Note 8). 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. 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 very high. 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

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED
Page 3 of 6



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.

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 4 of 6



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 Statement of Cash Flow 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* in the paragraph above, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021.
 - 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:

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 5 of 6



- 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. 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 and the audit trail feature has not been tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Guha Nandi & Co.

Chartered Accountants

FRN: 302039E



(CA Syamsundar Roy)

Partner

Membership No.053569

UDIN: **25053569BPUBAK4881**

Place: Kolkata

Date: 25.09.2025

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 6 of 6



ANNEXURE – A

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 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)**

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. However, according to information and explanations provided to us the Company has total land area in Rupnarayanpur unit measuring to 947.23 acres out of which 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 guntas has been made available as per which the said land is held in the name of the Company. Thus the Company has land area as in the format below measuring to 41.39 acres in Rupnarayanpur Unit in respect of which title deeds have not been made available to us.



Description of property	Gross Carrying Value (Rs.)	Held in name of Company	Whether promoter, director or their relative or employee	Period held- Indicate range, where appropriate	Reason for not being held in name of company
Land	15,45,598	In respect of Rupnarayanpur land, Title Deeds for 905.84 acres as against total area of 947.23 acres are available. Out of the balance land area of 41.39 acres, Gazette notification, possession certificate & Porcha are available for 29.86 acres, records of rights/Porcha not yet updated for 0.39 acres, case filed against Government of west Bengal for 8.85 acres and no possession certificate, porcha/record of rights available for 2.29 acres.	Not known	Not known	Not known

- (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.

Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 2 of 5



(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, 2025 for a period of more than six months from the date they become payable except as noted below.

Particulars	Amount Rs. In Hundred
Property Tax in respect of land at Hyderabad and Rupnarayanpur	517,815.47
Total	517,815.47

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 2025:

Sl. No.	Statue	Nature of Dues	Forum	Rs. In hundred	Year
	The Income Tax Act, 1961	Income tax additional demand based on TDS	CIT (Appeals)	12,000	2013-14
	The Income Tax Act, 1961	Income tax additional demand based on TDS	DCIT.KOL	63,880	2020-21
	Employees' Provident Fund and Miscellaneous Provisions Act, 1952	Levy of damage under Section 14B and interest under Section 7Q	EPFO Allahabad	13,500	April 2013 to January 2017

(viii) There are no transactions which were not recorded in the books and 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

Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 3 of 5



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.
- (xv) 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 losses of Rs. 4,23,487.47 hundred in the financial year and Rs. 1,28,118.55 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.



Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED
Page 4 of 5

(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 Syamsundar Roy)

Partner

Membership No.053569

UDIN: 25053569BPUBAK4881

Place: Kolkata

Date: 25.09.2025



Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED
Page 5 of 5

ANNEXURE – B

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 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 Financial Year 2022-23.**

- 1. Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.**

Yes, all the accounting transactions are accounted for through IT System. However, as explained to us, there are operations/transactions which take place outside the system but have a bearing on the accounts of the Company.

As per past practice, all transactions are manually entered in the software which maintains regular books of account.

As per existing practice, there are chances of some transactions being missed to be accounted as the flow of accounting transactions are not automated at the point of generation of transaction. The financial implications of transactions outside the IT system are unascertainable.

- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for?**

There has not been restructuring of any loan and interest thereon during the current financial year with consequent waiver of write back involved therein.



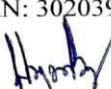
3. Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government and its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.

As explained to us and on the basis of information available, the Company has not received any funds (grants/subsidy etc.) from Central/State Government or its agencies during the financial year.

For Guha Nandi & Co.

Chartered Accountants

FRN: 302039E


(CA Syamsundar Roy)

Partner

Membership No.053569

UDIN: : **25053569BPUBAK4881**



Place: Kolkata

Date: 25.09.2025

ANNEXURE – C

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 OF HINDUSTAN CABLES LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Hindustan Cables Limited** ("the Company") as of **31 March 2025** 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 March 31, 2025:

The Company has no business activity since 2016 and is in the process of being wound up. The Company has no regular manpower excepting a closure group entrusted with the task of company closure activities. As a result, there is no formal internal control 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 matters:

- (i) Need for timely recognising of expenses to avoid booking of prior period expenses.
- (ii) Regular review of old liabilities for appropriate accounting adjustment.
- (iii) Recognition, review and disclosure of contingent liabilities.
- (iv) 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.



Annexure-C to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 2 of 3

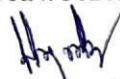
In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the material weaknesses described above, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2025 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, 2025 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 Syamsundar Roy)

Partner

Membership No.053569

UDIN:25053569BPUBAK4881

Place: Kolkata

Date: 25.09.2025



HINDUSTAN CABLES LIMITED (HCL)

**COMPANY'S EXPLANATION TO THE OBSERVATION OF THE STATUTORY AUDITOR
(2024-25)**

SN	STATUTORY AUDITOR'S COMMENTS	MANAGEMENT REPLY
1	<p>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 equipments (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, if any, has not been ascertained. Further to above, Furniture & Fittings and Office Equipment have been clubbed together although the applicable rates of depreciation for the said two natures of assets are different. The depreciation rate is 9.50% for Furniture & Fittings and the same is 6.33% for Office Equipment. Depreciation on both Furniture & Fittings and Office Equipment has been charged at the rate of 6.33%. Similarly, Office buildings and Factory buildings have been clubbed together although Office Buildings carry depreciation rate of 1.58% and Factory Buildings carry a rate of 3.17%. Both the nature of assets have been depreciated at the rate of 3.17%. The impact of these deviations on depreciation charge for the current year and on the accumulated depreciation has not been ascertained</p>	<p>In general market value of land in the possession of the Company is much more than its carrying amount. In respect of other assets, most of them have been depreciated fully and only residual value is recognised in the books of account. As the disposal of the said assets has not been decided and the same is not envisaged within the very near future depreciation is charged over the useful life of the assets.</p> <p>Furniture and Office Equipment, Office Building and Factory Building has been clubbed together in the accounts for a very long time. In the absence of an asset register, it is practically not possible to segregate the two. However, since a major part of Furniture and Office Equipment has been fully depreciated having depreciation of Rs.103.46 Hundreds/- and Factory and Office Building having depreciation of only Rs. 440.04 Hundreds/-, the effect on the accounts is very negligible</p>

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, 2025**, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, including a summary of the significant 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, 2025**, 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 equipments (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, if any, has not been ascertained. Further to above, Furniture & Fittings and Office Equipment have been clubbed together although the applicable rates of depreciation for the said two natures of assets are different. The depreciation rate is 9.50% for Furniture & Fittings and the same is 6.33% for Office Equipment. Depreciation on both Furniture & Fittings and Office Equipment has been charged at the rate of 6.33%. Similarly, Office buildings and Factory buildings have been clubbed together although Office Buildings carry depreciation rate of 1.58% and Factory Buildings carry a rate of 3.17%. Both the nature of assets have been depreciated at the rate of 3.17%. The impact of these deviations on depreciation charge for the current year and on the accumulated depreciation 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.¹ 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 Significant Accounting Policies Paragraph (a) System of Accounting disclosing that the Company has not compiled its accounts on the basis of going concern concept. However, 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.
2. Attention is drawn to Note 23 dealing with share application money pending allotment of shares to Government of India for an amount of Rs 1,53,92,086.24 hundred and the management views as to non-feasibility of the provisions of the Companies Act, 2013 for the same. Allotment of shares has remained pending since 2016.
3. Attention is drawn to Note 18 to these financial statements regarding litigated or time-barred liability in respect of an MSME vendor and non-provision of interest thereon as per the MSME Act, the impact of which has not been ascertained.
4. As mentioned in Note 11 to these financial statements, an aggregate amount of Rs.10,67,973.78 hundred has been deposited by the Company with authorities following court orders in the matter of disputed claims of two creditors currently under adjudication aggregating Rs.31,99,780.00 hundred (refer Notes 26A and 27). Further, during the year, following court order, the Company has deposited bank guarantee of Rs.14,00,000.00 against hundred percent margin money in respect of one of these claims (refer Note 26B). No liability has been recognized against the said deposits/ bank guarantee as the management, based on legal opinion, is of the view that the matters will be decided in favour of the Company.
5. GST credit amounting to Rs.117,529.73 hundred shown under Other Current Assets (Note 11) has been fully provided for by the management and the related provision has been disclosed separately under Short Term Provisions (Note 7). Realisability of the GST credit 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.117,529.73 hundred.
6. Income tax paid Rs.12,82,819.15 hundred (including income tax deducted at source) has been shown under Short Term Loans and Advance (Note 11) and the corresponding liability to the extent of Rs.11,82,033. 47 hundred has been shown under Short Term Provision (Note 8). Realisability of the income tax paid is very doubtful and hence to be written off subject to Board's approval and corresponding provision is written back. This has resulted in overstating the aggregate amounts of assets and liabilities in the Balance Sheet by Rs.11,82,033. 47 hundred. Pending such adjustment the aggregate amounts of assets and liabilities in the Balance Sheet are increased by Rs.12,82,819.15 hundred and Rs.11,82,033. 47 hundred respectively.
7. Assets at Hyderabad (net book value as on 31st March 2025 Rs.323,137.18, (Note 6) have been fully provided for and the related provision has been shown under Short Term Provision (Note 8). Realisability

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 2 of 6



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. 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 very high. 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

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 3 of 6



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

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 4 of 6



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 Statement of Cash Flow 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* in the paragraph above, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021.
 - 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:

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 5 of 6



- 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. 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 and the audit trail feature has not been tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

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

(CA Syamsundar Roy)
Partner
Membership No.053569
UDIN: 25053569BPUBAJ1840



Place: Kolkata

Date: 19.08.2025

Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED
Page 6 of 6

ANNEXURE – A

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 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)**

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 guntas 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, 2025 for a period of more than six months from the date they become payable except as noted below.

Particulars	Amount Rs. In Hundred
Property Tax in respect of land at Hyderabad and Rupnarayanpur	517,815.47
Total	517,815.47

- 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 2025:

Sl. No.	Statue	Nature of Dues	Forum	Rs. In hundred	Year
	The Income Tax Act, 1961	Income tax additional demand based on TDS	CIT (Appeals)	12,000	2013-14
	The Income Tax Act, 1961	Income tax additional demand based on TDS	DCIT.KOL	63,880	2020-21
	Employees' Provident Fund and Miscellaneous Provisions Act, 1952	Levy of damage under Section 14B and interest under Section 7Q	EPFO Allahabad	13,500	April 2013 to January 2017

Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 2 of 4



- (viii) There are no transactions which were not recorded in the books and 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.
- (xv) 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 losses of Rs. 4,23,487.47 hundred in the financial year and Rs. 1,28,118.55 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

Annexure 'A' to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED

Page 3 of 4



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 Syamsundar Roy)

Partner

Membership No.053569

UDIN: 25053569BPUBAJ1840



Place: Kolkata

Date: 19.08.2025

ANNEXURE – B

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 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 Financial Year 2024-25.**

- 1. Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.**

Yes, all the accounting transactions are accounted for through IT System. However, as explained to us, there are operations/transactions which take place outside the system but have a bearing on the accounts of the Company.

As per past practice, all transactions are manually entered in the software which maintains regular books of account.

As per existing practice, there are chances of some transactions being missed to be accounted as the flow of accounting transactions are not automated at the point of generation of transaction. The financial implications of transactions outside the IT system are unascertainable.

- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for?**

There has not been restructuring of any loan and interest thereon during the current financial year with consequent waiver of write back involved therein.



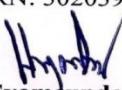
3. Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government and its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.

As explained to us and on the basis of information available, the Company has not received any funds (grants/subsidy etc.) from Central/State Government or its agencies during the financial year.

For Guha Nandi & Co.

Chartered Accountants

FRN: 302039E


(CA Syamsundar Roy)

Partner

Membership No.053569

UDIN: **25053569BPUBAJ1840**



Place: Kolkata

Date: 19.08.2025

ANNEXURE – C

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025 OF HINDUSTAN CABLES LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Hindustan Cables Limited** ("the Company") as of **31 March 2025** 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 March 31, 2025:

The Company has no business activity since 2016 and is in the process of being wound up. The Company has no regular manpower excepting a closure group entrusted with the task of company closure activities. As a result, there is no formal internal control 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 matters:

- (i) Need for timely recognising of expenses to avoid booking of prior period expenses.
- (ii) Regular review of old liabilities for appropriate accounting adjustment.
- (iii) Recognition, review and disclosure of contingent liabilities.
- (iv) 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.



Annexure-C to the Statutory Auditor's Report for the year ended 31st March, 2025 of HINDUSTAN CABLES LIMITED
Page 2 of 3

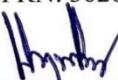
In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the material weaknesses described above, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2025 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, 2025 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 Syamsundar Roy)

Partner

Membership No.053569

UDIN: **25053569BPUBAJ1840**



Place: Kolkata

Date: 19.08.2025

LAST TEN YEARS AT A GLANCE

S. no.	Particulars	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16
1	Turnover	0	0	0	0	0	0	0	0	0	0
2	Net Profit	(274.19)	(447.28)	1573.83	8838.84	26956.07	1388.60	5185.59	70616.45	234846.15	(99411.81)
3	Gross Block	2430.22	30638.61	2563.71	2563.71	2563.71	2596.95	5321.38	45742.21	47425.26	
4	Depreciation Provision	1912.61	2068.82	1977.55	1948.02	1917.47	1886.47	1883.87	4362.36	42925.09	44151.43
5	Net Block	***517.61	*28569.79	*28740.94	615.68	646.23	677.24	712.08	959.02	2817.12	3273.83
6	Net Current Assets - working capital	523.16	4384.55	6745.22	5141.00	(1311.57)	(33042.20)	(32179.21)	(37611.74)	(93417.65)	(115791.95)
7	Capital Employed	6566.93	32954.34	35486.16	5756.69	(665.33)	(30078.52)	(31467.13)	(36652.72)	(90600.53)	(112518.12)
8	Secured Loan	0	0	0	0	0	0	0	0	0	353788.27
9	Unsecured Loan	0	0	0	0	0	0	0	0	0	328531.76
10	Share Capital	486588.11	486588.11	486588.11	486588.11	486588.11	486588.11	486588.11	486588.11	41936.11	41936.11
11	Reserve and Surplus	5674	**33715.37	**33869.92	5674	5674	5674	5674	5674	5674	5674
12	Accumulated Loss	(501085.43)	(500811.24)	(500363.96)	(501937.79)	(510776.63)	(537732.71)	(539121.32)	(544306.91)	(614923.37)	(849769.52)
13	Net Worth	(8825.15)	(8550.96)	(8101.85)	(9675.68)	(18514.52)	(45470.60)	(46859.21)	(52044.81)	(91756.77)	(802159.41)
14	No. of employees	-	0	0	0	0	0	0	0	0	1333

*Note : Value of net block of assets (2022-23) and (2023-24) adjusted due to revaluation and sale of assets.

**Note : Reserve and Surplus (2022-23) and (2023-24) includes revaluation reserve.

***Note : Value of net block of assets (2024-25) adjusted due to reversal of revaluation of assets done during the year (2022-23).

CONTRIBUTION TO NATIONAL EXCHEQUER				(Rs in Crores)		
S. no.	Heads	2024-25	2023-24	2022-23	2021-22	2020-21
1	Sales Tax	0.00	0.00	0.00	0.00	0.00
2	Central Excise Duty	0.00	0.00	0.00	0.00	0.00
3	Customs Duty	0.00	0.00	0.00	0.00	0.00
4	Income Tax on Salary & Wages (including TDS on contractors and consultancy services and Capital Gain Tax on sale of Assets)	0.17	0.16	11.92	0.11	0.10
5	Rates and Taxes	0.78	0.35	0.00	0.37	0.38
6	Licence Fees	0.00	0.00	0.00	0.00	0.00
7	GST including GST TDS	0.18	0.20	0.27	0.07	0.07
	Total	1.13	0.71	12.19	0.55	0.55

HINDUSTAN CABLES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2025

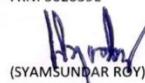
		Note no.	As at 31st March, 2025	As at 31st March, 2024
			(Rs. In Hundreds)	Rs. In Hundreds)
A	EQUITY AND LIABILITY			
	1. SHAREHOLDERS FUNDS			
	a) Share Capital	2	48,65,88,112.50	48,65,88,112.50
	b) Reserve & Surplus	3	(49,54,11,433.82)	(46,70,95,858.96)
			(88,23,321.32)	1,94,92,253.54
	2. SHARE APPLICATION MONEY PENDING ALLOTMENT	23	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	22,748.98
	(ii) Total Outstanding Dues of Creditors Other Than MSME		1,500.00	1,500.00
	c) Other Current Liabilities	5	8,19,511.72	3,08,365.56
	d) Short Term Provisions	7	16,24,251.36	17,01,863.89
			24,68,012.06	20,34,478.43
	TOTAL		90,36,776.98	3,69,18,818.21
B	ASSETS			
	1. NON CURRENT ASSETS			
	a) Property Plant and Equipments	6	5,17,607.08	2,85,69,789.43
	b) Non Current Financial Assets	12	55,28,000.00	19,30,000.00
			60,45,607.08	3,04,99,789.43
	2. CURRENT ASSETS			
	a) Trade Receivables	8	NIL	NIL
	b) Cash and Cash Equivalents	9	2,83,417.01	39,98,903.08
	c) Short Term Loans and Advances	10	12,84,369.95	12,29,893.93
	d) Other Current Assets	11	14,23,382.94	11,90,231.77
			29,91,169.90	64,19,028.78
	TOTAL		90,36,776.98	3,69,18,818.21
	Significant Accounting Policies			
	The accompanying notes are an integral part of the financial statements.	1		

In terms of our report of even date

For Guha ,Nandi & Co.

Chartered Accountants

FRN: 302039E


(SYAMSUNDAR ROY)

Partner

(MN: 053569)

UDIN:25053569BPUBAJ1840

Place: KOLKATA

Date: 19.08.2025




(UDAY SHANKAR)

Chairman and Managing Director
DIN-10842939


(D.SAMANTA)

Consultant (F&A)

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



HINDUSTAN CABLES LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2025

		Note no.	<u>For the year ended 31st</u>	<u>For the ended 31st</u>
			<u>March, 2025</u>	<u>March, 2024</u>
I	INCOME			
	Sales (Inclusive of GST)	13	NIL	NIL
	Other Income		4,11,030.96	3,93,582.83
	Total Revenue		4,11,030.96	3,93,582.83
II	EXPENSES			
	Employee Benefits Expense	14	NIL	NIL
	Other Expenses		8,34,518.43	5,21,701.38
	Depreciation		12,544.29	12,424.97
III	Total Expenses		8,47,062.72	5,34,126.35
	Profit / Loss before Extra-Ordinary Item and Tax	16&24	(4,36,031.76)	(1,40,543.52)
	Extra Ordinary Items		1,61,844.11	(3,352.71)
	Provision for Income Tax (relating to earlier years)		-	(3,03,382.61)
IV	Profit & Loss for the year after Tax		(2,74,187.65)	(4,47,278.84)
	Earning Per Share- Basis and Diluted (Rs.)	30	(0.01)	(0.01)
	Significant Accounting Policies		1	
	The accompanying notes are an integral of the financial statements			

In terms of our report of even date

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

(SYAMSUNDAR ROY)
Partner
(MN: 053569)
UDIN:25053569BPUBAJ1840
Place: KOLKATA
Date: 19.08.2025



31/8/25
(UDAY SHANKAR)

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED

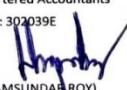
10/8/25
D.SAMANTA
Chairman and Managing Director Consultant (F&A)
DIN-10842939



HINDUSTAN CABLES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST ,MARCH, 2025

		For the year ended 31st March, 2025	For the year ended 31st March, 2024
		(Rs. In Hundreds)	(Rs. In Hundreds)
1	Cash flow from operating Activities		
	Net Profit /Loss (-) before taxation	(2,74,187.65)	(4,47,278.84)
	Add /(less) Adjustments for:		
	Depreciation	12,544.29	12,424.97
	Liabilities Written back	1,64,541.25	-
	Assets Written off	(2,697.14)	(3,352.71)
	Interest income	(4,10,534.96)	(3,93,582.83)
	Operating Cash flow before Working Capital Change	(5,10,334.21)	(8,31,789.41)
	Adjustment for :-		
	Decrease/Increase in Trade Receivables	(54,476.02)	14,233.53
	Decrease /(Increase) in Loans & Advances	(2,33,151.17)	(3,79,445.23)
	Decrease /(Increase) in Other Current Assets	-	-
	Increase /(Decrease) in Short-Term Borrowings	5,11,146.16	73,170.01
	Increase /(Decrease) in Trade payables	(77,612.53)	4,22,223.22
	Increase /(Decrease) in Other Current Liabilities	(35,98,000.00)	(34,52,093.56)
	Increase/Decrease in Short term provisions	(39,62,427.77)	130181.53
	Increase /Decrease In Non-Current Financial Assets	(7,01,607.88)	(39,62,427.77)
	Operating Cash flow Working Capital Change	(7,01,607.88)	(7,01,607.88)
	Net Cash from Operating Activities	(39,62,427.77)	(7,01,607.88)
2	Cash flow from Investing Activities		
	Purchase of Fixed Assets	(1,749.15)	(383.00)
	Fixed Assets sold/discharged	-	4,568.00
	Assets Written off	2,697.14	3,352.71
	Interest received	4,10,534.96	3,93,582.83
	Liabilities written back	(1,64,541.25)	(2,46,941.70)
	Net Cash from Investing Activities	2,46,941.70	4,01,120.54
3	Cash flow from Financial Activities		
	Net Cash from Financial Activities	0	0
	Net Increase/Decrease (-) in Cash & Cash Equivalents (A+B+C)	(37,15,486.07)	(3,00,487.35)
	Cash & Cash Equivalents (Opening)	39,98,903.08	42,99,390.43
	Cash & Cash Equivalents (Closing)	2,83,417.01	39,98,903.08
	(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

(SYAMSUNDAR ROY)
Partner
(IMN: 053569)
UDIN:25053569BPUBAJ1840
Place: KOLKATA
Date: 19.08.2025




(UDAY SHANKAR)


D.SAMANTA
Chairman and Managing Director
DIN-10842939

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



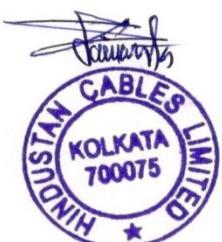
NOTE 1.- SIGNIFICANT ACCOUNTING POLICIES:**a) SYSTEM OF ACCOUNTING**

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. 200 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 applicable 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).



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 @6.33% .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.

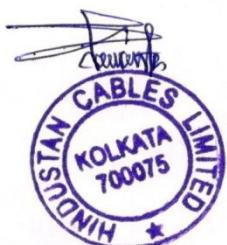
f) **CURRENT/NON CURRENT CLASSIFICATION**

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 managements-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.

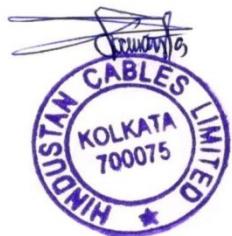
W



h) **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.

15



HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

Note		As at 31st March, 2025		As at 31st March, 2024	
		(Rs. In Hundreds)	(Rs. In Hundreds)	(Rs. In Hundreds)	(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			48,65,88,112.50	48,65,88,112.50
	Balance at the beginning of the year				
	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			% change during the year	% change during the year
	Shares held by promoters at the end of the year			No. of shares	No. of shares
	<u>Equity Shares of Rs. 10/- each fully paid</u>			4,86,58,81,125	4,86,58,81,125
	Name of the promoter			100%	100%
	President of India				
	No calls are unpaid by any Director of the Company during the year				
3	RESERVE SURPLUS				
	CAPITAL RESERVE			1,830.00	1,830.00
	(Represents the credit for land acquired free of cost from Govt. of Andhra Pradesh & West Bengal)			1,830.00	1,830.00
	GENERAL RESERVE			56,72,163.18	56,72,163.18
	Opening Balance			56,72,163.18	56,72,163.18
	Closing Balance				
	REVALUATION RESERVE (refer note 34)			-	2,80,41,387.21
	SURPLUS/(DEFICIT)				
	Opening Balance			(50,08,11,239.35)	(50,03,63,960.51)
	Add: Net Profit /(Loss)for the year			(2,74,187.65)	(4,47,278.84)
	Closing Balance			(50,10,85,427.00)	(50,08,11,239.35)
	Net Balance (A + B + C + D)			(49,54,11,433.82)	(46,70,95,858.96)

U



HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

NOTE		As at 31st March, 2025		As at 31st March, 2024	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
	CURRENT LIABILITIES				
4	TRADE PAYABLES				
	(i) Total Outstanding Dues Of Micro ,Small and Medium Enterprises (MSME) (Note:- 17 (iii) ,18 & 27)	22,748.98		22,748.98	
	(ii) Total Outstanding dues of Creditors Other than MSME	1,500.00		1,500.00	
			24,248.98		24,248.98
			24,248.98		24,248.98
5	OTHER CURRENT LIABILITIES				
	Liabilities for Expenses	62,491.68		50,365.20	
	Statutory Dues	6,69,192.38		1,08,558.19	
	Employee related payables	76,811.89		76,811.89	
	Security Deposits	11,015.77		72,630.28	
			8,19,511.72		3,08,365.56
			8,19,511.72		3,08,365.56
7	SHORT TERM PROVISION				
	For Employee Benefits			82,998.28	
	For Wages of Contract Labour	1,550.98		1,550.98	
	For GST Input Credit	1,17,529.73		1,18,840.61	
	For Income Tax	11,82,033.47		11,75,336.84	
	For Hyderabad Fixed Assets	3,23,137.18		3,23,137.18	
			16,24,251.36		17,01,863.89
8	CURRENT ASSETS				
	TRADE RECEIVABLES		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
(iv) DISPUTED DUES OTHERS					22,748.98

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					
(ii) OTHERS	1500.00				1,500.00
(iii) DISPUTED DUES MSME					22,748.98
(iv) DISPUTED DUES OTHERS					22,748.98

W



HINDUSTAN CABLES LIMITED

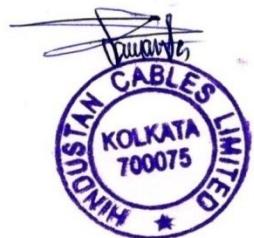
NOTE 6 : PROPERTY, PLANT AND EQUIPMENT												
		Freehold Land	Approach Road	Land Development	Factory & office Building	Building Residential	Non Residential Building	Railway Sidings	Furniture,Fitting S,Office equipments	Computers	Total	
COST												In Rs. Hundreds
As at 31-03-2024	27961986.31	2375.95	230171.57	128999.10	1503938.48	318773.06	12589.07	209304.68	101714.02		30469852.24	
Additions during the year 2024-25	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		1749.15	1749.15
Transfer/ Deductions/												
Adjustments on 01.04.2024	27946530.33	0.00	0.00	0.00	94856.88	0.00	0.00	0.00	0.00		0.00	28041387.21
(Revaluation reserve written back)												
As at 31-03-2025	15455.98	2375.95	230171.57	128999.10	1405081.60	318773.06	12589.07	209304.68	103463.17		2430214.18	
DEPRECIATION												
As at 31-03-2024	0.00	2257.15	218662.94	119528.65	970580.94	282411.20	11959.59	198034.93	96628.30		1900062.80	
For the year 2024-25	0.00	0.00	0.00	440.04	11763.16	0.00	0.00	0.00	103.46		237.63	12544.29
Transfer/ Deductions/												
Adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00
As at 31-03-2025	-	2257.15	218662.94	119968.59	982344.10	282411.20	11959.59	198137.49	96865.93		1912607.09	
NET BLOCK												
As at 31-03-2024	27961986.31	118.80	11508.63	9470.45	533357.54	36361.86	629.48	11270.65	5085.72		28569789.44	
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	
NOTES												
(1) Considering preparation of these financial statements on liquidation basis, the assets shown in these notes are effectively held for disposal and will be disposed off in the manner approved by the authority.												
(2) Subsequent to the approval of the Union Cabinet for closure of HCL, the Company has received two orders from the Government of Telangana dated 16.07.2018 and 25.07.2018 resuming Hyderabad land of the Company under Government custody along with the structures existing thereon. The Company has accordingly made a provision of Rs. 323137.18 (Rs In Hundreds) being the book value of land and other assets located on the said land as on 31st March 2023. Company has obtained Stay on resumption order from Hyderabad High Court. No depreciation has been charged on Hyderabad assets as the entire written down value as on 31.03.2023 has been provided for.												
(3) Balance in Revaluation reserve against fixed assets revalued as on 31.03.2023 and outstanding as on 31.03.2024 has been reversed during the year.												
(4) Computers purchased on 14th May,2024. Depreciation provided on prorata basis.												
(5) Original cost of Factory Office and building and opening balance of depreciation adjusted due to sale of Golf Link apartments in the previous year.												




UDAY SHANKAR
 CHAIRMAN AND MANAGING DIRECTOR
 HINDUSTAN CABLES LIMITED

HINDUSTAN CABLES LIMITED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025				
NOTE		<u>As at 31st March, 2025</u>		<u>As at 31st March, 2024</u>
		(Rs. In Hundreds)	(Rs. In Hundreds)	
9	CASH & CASH EQUIVALENTS			
	Cash in hand	-	-	-
	In Fixed Deposits with Scheduled Banks:			
	Bank Of Baroda	85,590.61	85,590.61	16,09,000.00
	Indian Bank			3,08,265.57
	In Current Accounts with Scheduled Banks:			
	Bank of Baroda	1,97,023.83	1,97,826.40	20,80,834.94
	Indian Bank	802.57		802.57
	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 25)			
	(2) Fixed deposit of Rs. 1401000/- (Hundreds) with BOB is under lien for issue of bank guarantee of Rs. 14,00,000 (Hundreds) (Note 26B)			
			2,83,417.01	39,98,903.08
10	SHORT TERM LOANS AND ADVANCES			
	Advance recoverable in cash or kind or for value to be received:			
	Considered Good	nil	383.78	
	Considered Doubtful	nil	4557.29	
	Less: Provision for Doubtful Advance	-	4941.07	
		-	4560.77	
		-	380.30	380.30
	Prepaid expenses	87.36		
	Other Amount Receivable	1,463.44		1,463.44
	Advance Payment of Income Tax and TDS	1,07,482.31	52,713.35	
	Advance Capital Gain Tax	11,75,336.84	11,75,336.84	
		12,82,819.15		12,28,050.19
		12,84,369.95		12,29,893.93
11	OTHER CURRENT ASSETS			
	Security Deposit	1,480.00	1,480.00	
	Deposit with Court for Litigated Cases	10,67,590.00	10,67,590.00	
	Balance with GST Authority (GST Input Credit)	1,17,529.73	1,18,840.61	
	Bank deposit with maturity between 3-12 months	2,36,783.21	2,321.16	
	Accrued Interest	-		
		14,23,382.94		11,90,231.77
		14,23,382.94		11,90,231.77
12	OTHER NON-CURRENT FINANCIAL ASSETS			
	Bank Deposits exceeding 12 months maturity	55,28,000.00		19,30,000.00
		55,28,000.00		19,30,000.00

W



HINDUSTAN CABLES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

NOTE		For the year ended 31st March, 2025		For the year ended 31st March, 2024	
		(Rs. In Hundreds)		(Rs. In Hundreds)	
13	OTHER INCOME		4,10,534.96	4,312.35 1,570.64	3,87,699.84
	Interest on Fixed Deposits with Scheduled Banks		4,10,534.96		5,882.99
	Interest on IT refund-AY 2013-14 AY-2023-24		496.00		-
	Miscellaneous Income		4,11,030.96		3,93,582.83
14	EMPLOYEE'S REMUNERATION AND BENEFITS	NIL	NIL	NIL	NIL
	Salaries & Wages				
15A	OTHER EXPENSES :	1250.00 250.00	1,250.00 250.00	1,250.00 250.00	1,500.00 1,500.00
	Power & Fuel				
	Electricity Charge				
	Repairs to :				
	Others				
	Rates & Taxes				
	Retainership fees (consultants)				
	Travelling & Conveyance				
	Postage, Telegram & Telephone				
	Interest on Others				
	Bank Charges				
	Audit Fees:-				
	Statutory Audit				
	Tax Audit				
	Management Services				
	Printing & Stationery				
	Legal Expense				
	Security Expenses				
	Professional fees- others				
	Professional fees- POHW Compliance				
	Miscellaneous Expenses				
	Other Expenses				
	Land Revenue				
	Rent				
	GST Expenses (See Note 37)				
			3,67,648.82		2,99,737.14

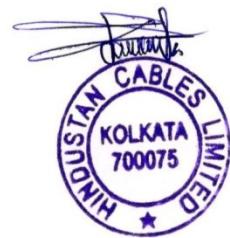
M



HINDUSTAN CABLES LIMITED
NOTES OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

NOTE		For the year ended 31st March, 2025	For the year ended 31st March, 2024
		(Rs. In Hundreds)	(Rs. In Hundreds)
15B	PROVISIONS : Provision against Doubtful Assets- GST input credit	-	1,18,840.61
15C	PRIOR PERIOD ADJUSTMENT : Other Expenses/Adjustments [Refer Note 33]	4,66,869.61 4,66,869.61	1,03,123.63 1,03,123.63
15	TOTAL [A+B+C]	8,34,518.43	5,21,701.38
16	EXTRA-ORDINARY ITEMS [Refer Notes-24] Liability Written Back Assets Written off Profit on Sale of Fixed Assets	1,64,541.25 (2,697.14) NIL 1,61,844.11	NIL (3,352.71) NIL (3,352.71)

M



HINDUSTAN CABLES LIMITED

(Notes to Accounts)

NOTE-17

a)	Contingent liability not provided for:	As on 31.03.2025 Rs. In Hundreds	As on 31.03.2024 Rs. In Hundreds
i)	Cases under Arbitration-creditor Other Court Cases:	1,99,230.00	90,000.00
ii)	GOYAL GAS-Claim of an unsecured creditor of Hyderabad(Principle Rs. 1,79,389.10/-hundreds and interest Rs. 21,44,390.90/- hundreds)	23,23,780.00	22,15,000.00
iii)	AVI POLYMER-Claim of an unsecured creditor of Rupnarayanpur (Principle Rs. 22,748.98 hundreds and interest Rs. 8,53,251.92 hundreds.)	8,76,000.00	7,43,000.00
iv)	JOY MAA SONTOSHI-SAW MILL- Claim of an unsecured creditor of Rupnarayanpur	1,93,310.00	3,10,000.00
v)	VIDYAWATI CONSTRUCTION- Claim of an unsecured creditor of Allahabad	1,02,710.00	1,03,000.00
vi)	DARCL – Unsecured creditor	0	0
vii)	Machino Technics – Claim of an unsecured creditor of Allahabad	31,000.00	0
viii)	JP MAHATA- Claim of an unsecured creditor of Rupnarayanpur not payable as per management	50,310.00	48,000.00
ix)	KRISHNA TRADERS- Claim of an unsecured creditor of Rupnarayanpur	2,000.00	2,000.00
x)	OTHER MISC. COMMERCIAL CASES-	2,20,500.00	2,78,000.00
xi)	INCOME TAX Demand AY 2014-15- pending before jurisdictional authority	12,000.00	12,000.00
xii)	INCOME TAX Demand AY 2018-19- pending before jurisdictional authority	0	1,61,49,000.00
xiii)	INCOME TAX Demand AY 2020-21- pending before jurisdictional authority	63,880.00	0
xiv)	INCOME TAX Demand AY 2021-22- pending before jurisdictional authority	0	99,33,000.00
xv)	Estimated amount of Excise Duty and interest thereon	0	3,52,000.00
xvi)	Levy of Interest u/s 7Q of the EPF & MP Act,1952 without reconciliation of payment	13,000.00	13,500.00
xvii)	CONTRACTOR'S LABOUR- demand of wage for the period after termination	31,000.00	31,000.00
xviii)	RECALCULATION OF VRS-demand for additional VR ex gratia	7,000.00	1,03,000.00
xix)	Claim of VRS by the ex-employees superannuated prior to closure-	1,12,000.00	1,12,000.00

W



xx)	Outsiders demanded wages from HCL but they were never engaged or terminated by HCL-	19,000.00	19,000.00	
xxi)	Service terminated due to disciplinary proceedings & demand for wage/arrear pay	1,11,000.00	60,000.00	
xxii)	Claim of salary for unauthorized leave and claim on consultancy by ex-employees	32,000.00	32,000.00	
xxiii)	Casual workers demanded wages on par with regular employees	9,69,000.00	9,69,000.00	
xxiv)	Dy.Labour Commissioner/Industrial Tribunal , Allahabad-demand for wages by casual workers after termination	15,000.00	15,000.00	
xxv)	C.G. Industrial Tribunal-Contractors labourers demanded wage after termination of their employment by the contractor	90,000.00	90,000.00	
xxvi)	Arrear against pay revision pending before Supreme Court, High Court, Tribunal	30,80,000.00	41,18,000.00	
xxvii)	Balance Gratuity awarded to Casual workers by Asst. Labour Commissioner	2,55,000.00	2,55,000.00	
xxviii)	Balance Gratuity awarded to V.R Employees by Asst. Labour commissioner	26,000.00	26,000.00	
xxix)	Claim of Salary and Wages for 58-60 pending adjudication	45,93,600.00	50,08,000.00	
xxx)	Miscellaneous service case-demanding additional pay on the basis of purported claim for adjudication	4,000.00	6,000.00	
xxxi)	Municipal Tax ,Hyderabad Land-	0	4,08,578.00	
xxxii)	Demand for enhanced compensation for the Land acquired by TSIC for the purpose of HCL in Mallur, Hyderabad	40,000.00	40,000.00	
xxxiii)	Miscellaneous cases with previous landlord vacated in 2017	20,000.00	20,000.00	
TOTAL		1,34,92,320.00	4,15,61,078.00	

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 Companies 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. There is no possibility of any reimbursement.

W,



NOTE 18:-

As company's manufacturing activities have been ceased since 2005, the Company has not been making any procurement since then, including from MSME. There is old outstanding balance of Rs. 22,748.98 (In Hundreds)(previous year Rs. 22,748.98) (In Hundreds) in respect of one MSME vendor relating to the period prior to 2003, which is either time barred or under litigation. Hence no interest on the principal amount has been provided under the MSME act. (Refer Note 27)

NOTE 19:-

Two assessment orders u/s 7A Rs. 18,96,994 (In hundred) and 14B Rs. 22,50,711 (In 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. 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 20:-

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.

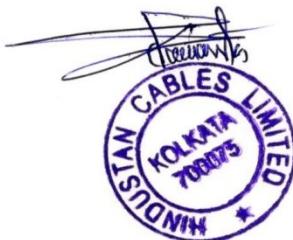
NOTE 21:-

As per the provision of Schedule II of the Company's Act, 2013, depreciation for the year ended 31.03.2025 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 (**Note 6.**)

NOTE 22:-

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 off in consonance with the approval of the Union Cabinet. The appropriate Government authority has granted 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. 23. Currently there is no business activity

W



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 23:-

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 (In hundred) of principal and Rs. 18,16,60,970 (In Hundred) of interest totaling to Rs. 31,28,49,450 (In Hundred). Additional interest of Rs. 5,63,48,040/- (In 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/- (In Hundreds) (projected). Principal of Rs. 13,11,88,000/- (In hundreds) and interest of Rs. 21,55,27,000/- (In Hundreds) 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 (In hundreds) and Rs. 1,41,50,000 (In Hundreds) totaling to Rs. 4,00,00,000/- (In Hundreds). 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/- (In Hundreds) and Rs. 4,69,32,000 (In Hundreds) Rs. 21,48,000/- (In Hundreds) and Rs. 8,66,000 (In Hundreds). 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. 1,53,92,080 (In Hundreds) is given below:

Particulars	Amount In Rs. Hundreds	
	Year ended 31 st March, 2025	Year ended 31 st March, 2024
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
Total	36,91,97,490.00	36,91,97,490.00

M



Loan/Equity Amount Received during 2016-17					
SI No.	GOI Order	Order Date	Nature	Amount In Rs. Hundreds	
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(in hundreds). However the actual interest as on 30.09.2016 amount to Rs. 23,74,98,000 (In hundreds) after reversal of excess interest of Rs. 5,11,000(In hundreds) booked in earlier years.

In view of the above mentioned 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.

W



NOTE 24:- Extra-Ordinary Items

Heads	Amount (2024-25) Rs. In Hundreds	Amount (2024-25) Rs. In Hundreds	Amount (2023-24) Rs. In Hundreds
Assets written off			
Rent Receivable -Rupnarainpur	(-)375.98		
Accrued Interest	(-)2321.16	(-)2697.14	(-)3,352.71
Liabilities Written Back			
Provision for GST written back	1,310.88		
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	1,64,541.25	
Total		1,61,844.11	(-)3352.71

NOTE 25:-

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/- (In Hundreds) P.Y .Rs. 50,000/- (In Hundreds) 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 14.12.2024 upto 14.12.2025.

Note 26 A

Other Current Assets (Notes 12A) include an amount of Rs. 6,67,560/- (In Hundred) (Rs. Six Crores, sixty seven lakhs, fifty six thousands only). Previous Year Rs. 6,67,560/- (In Hundreds) (Rs. Six Crores, sixty seven lakhs, fifty six thousands only) deposited with the Register, 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

U



Conciliation Act 1996, case no. 65 of 2022. An amount of Rs. 23,23,780/- (in hundreds) being under litigation, has been disclosed under Contingent liability (Note 17 (ii))

Note : 26 B

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 (In Hundreds) 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 (In Hundreds) bearing No. 08561GF000077025 dated 04.01.2025 (valid up to 03.01.2026) to the Register 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.

NOTE 27:-

Other Current Assets (Notes12A) include an amount of Rs. 4,00,030/- (In Hundreds) (Rs. Four Crs. Three thousand only) 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 claim amount of Rs. 8,76,000/- (In hundreds) being under litigation, has been disclosed under Contingent liability (Notes 17 (iii))

NOTE 28:-

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

NOTE 29:-

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.

M



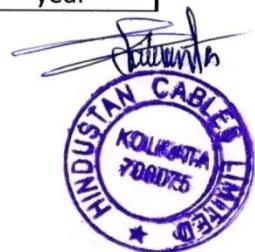
NOTE 30:-

Calculation of Earning per Share:	2024-25	2023-24
Profit /(Loss) as per Profit & Loss a/c (Rs.)	-2,74,187.65	-4,47,278.84
Weighted Average No. of Shares	4,86,58,81,125	4,86,58,81,125
Earning per share	-0.01	-0.01

NOTE 31

RATIOS	As at March 31ST 2025	As at March 31ST 2024	Variance	Reason for variance
Current Ratio	1.21	3.16	-1.95	Decrease in current assets as long term fds transferred to Non current assets
Debt Equity Ratio	0.00	0.00	0	-
Debt Service Coverage Ratio	NA	NA	Na	-
Return On Equity Ratio	-0.001	0.064	-0.063	Due to increase in loss incurred during the year
Inventory Turnover Ratio	NA	NA	NA	-
Trade Receivable Turnover Ratio	NA	NA	NA	-
Trade Payable Turnover Ratio	NA	NA	NA	-
Net Capital Turnover Ratio	NA	NA	NA	-
Net Profit Ratio	-1.06	-0.36	0.70	Due to increase in loss incurred during the year

W



Return On Capital Employed	-0.066	0.020	-0.046	Due to increase in loss incurred during the year
Return On Investments	NA	NA	NA	

Note:- Net profit has been considered before extraordinary items

NOTE 32:- Employee Remuneration and Benefits: since there are no employees on payroll of the Company, the amount has been shown as NIL.

NOTE 33:- Prior Period Adjustment In Note No. 15C To Profit &Loss Account constitute The Following Items.

Particulars	Amount (in Rs. Hundreds)	
	2024-25	2023-24
Interest On Property Tax (Prior Period)-Hyderabad	2,43,878.40	23.67
Interest On CJ DARCL (Prior Period)	-	24,249.31
Land Revenue (Prior Period)-Hyderabad	2,25,669.89	35,237.00
Penalty On Property Tax (Prior Period)	-	17.59
Property Tax Prior Period Expenses	-	1,133.01
Transportation Charges CJ DARCL (Prior Period)	-	42,463.05
Interest on Land Revenue (RNPR) (Prior Period)	11,011.57	-
Income tax refund (AY 2013-14)-see note below;	(-13,690.25)	-
Total	4,66,869.61	1,03,123.63

An amount of Rs.18,002.60 (In hundreds) was received by the Company as Income tax refund for the AY 2023-24 on 14th March, 2024. The interest portion of the refund was taken to revenue in the previous year. After completion of assessment the balance amount of Rs.13,690.25/- hundred has been taken to prior period Income in the current year as no provision exists against the same.

NOTE 34:- REVALUATION RESERVE:

	Particulars	Amount (in Rs. Hundreds)	
		2024-25	2023-24
1	Balance at beginning of the year	2,80,41,387.21	2,81,95,931.47
2	Revaluation reserve created during the year	0	0
3	Depreciation on revaluation increase adjusted against revaluation reserve	0	2958.10
4	Revaluation reserve related to assets disposed off	0	1,51,586.16

[Signature]



5	Revaluation Reserve written back	2,80,41,387.21	
6	Balance at the end of the year	NIL	2,80,41,387.21

The Company had revalued some of the immovable assets of the Company, namely, land at Rupnarayanpur, Flats at Golf Link Apartments and Jodhpur Park and building at Rashbehari Avenue, Kolkata during the year 2022-23 and recognized a revaluation increase of Rs.,2,81,95,931.47 hundreds by increasing the value of assets against creation of Revaluation Reserve of equivalent amount.

The Company subsequently decided that balance of revaluation increase as on 31st March, 2024 be reversed in the background of the office memorandum of the Department of Public Enterprises, Ministry of Finance, Government of India F. No-DPE/11/(09) -2022-DD dated 23rd August, 2022 to the Ministry of Heavy Industries, Government of India and the Ministry of Heavy Industries office memo no. 9-01(1)/2020-PE-II(e)/21334) dated 15th February, 2023 that directed all non core assets of the Company were to be transferred to the National Land Monetisation Commission (NMLC) at book value. Accordingly, the balance of revaluation increase existing as on 31st March, 2024 amounting to Rs. 2,80,41,387.21 hundreds (net of depreciation and amounts related to assets sold off as stated in the Table above) has been reversed on 1st April, 2024, that is, in the accounts of the current period.

NOTE 35:- a) Other Current Assets: Deposit with Court for Litigated Cases:

This includes the following:

Particulars	Amount (in Rs. Hundreds)	
	2024-25	2023-24
Deposit with Court for creditor (Avi Polymer)	4,00,030.00	4,00,030.00
Deposit with Court for Goyal Gas	6,67,560.00	6,67,560.00
	-	-
	10,67,590.00	10,67,590.00

b) Advance Recoverable in cash or in kind for value to be received:

Particulars	Amount (in Rs. Hundreds)	
	2024-25	2023-24
Advance to CBA& Associates	-	7.80
Rent Receivable	-	375.98
	-	383.78

W



NOTE 36:- a) To best of the 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.

NOTE 37:-

An amount of Rs.15376.86 Hundreds being GST Input Tax Credit (RCM) and Rs. 16,520.78 Hundreds being Input Tax Credit (GST) has been charged off to Profit and Loss account as GST Expenses. As the Company does not have any turnover, adjustment of this credit is not probable.

NOTE 38:-

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.

Note 39 :-

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

U



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 as on 31st March, 2024.

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, 2025 in the annual accounts of 2024-25 and has provided for the same (including interest thereon) Rs 5,17,815.47 (in hundreds). 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 40 :- 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 . 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 hundreds 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

W



		income tax outgo and deposit and 100 per cent margin money for Bank 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 on the Balance Sheet date i.e. 31.03.2025 amounted to Rs.60,48,200.22 hundreds.
Payment of liabilities	Note Nos 4 and 5.	Disputed Trade Payables and statutory liabilities have not been paid pending disposal of the related cases.
Contingent Liabilities	Note No. 17	Cases filed by and against the Company which are pending before various Courts and Tribunals.

NOTE 41:- 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



S.S. ROY

Partner

(MN:053569)

(UDIN: 25053569BPUBAJ1840)

Place: KOLKATA

Date: 19.08.2025


(UDAY SHANKAR)

Chairman & Managing Director

Consultant(F&A)

UDAY SHANKAR
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED


D.SAMANTA



Corporate and Registered Office
167/A, Ajoy Nagar, (5 th Road), Kolkata - 700075
Email : hindustancablesltd.kolkata@gmail.com

Rupnarainpur Unit
P.O. Hindustan Cables
Rupnarainpur - 713335
District : West Burdwan, West Bengal
Email : ojharavi7@gmail.com

Record Office of Rupnarainpur
1st Floor, "MAYA ENCLAVE", S.B. Gorai Road (Middle),
Near Vidyasagar Maidan, Asansol – 713301

Hyderabad Unit
P.O. Hindustan Cables
Hyderabad - 500051, Telangana
Email : hindustan_cables@yahoo.com

Allahabad Unit
1st Floor of House no. 101/62, Stith Mohalla, Salori
Prayagraj, Uttar Pradesh - 211004
Email : 016paras@gmail.com