



# KUMAR & BIJU ASSOCIATES LLP

CHARTERED ACCOUNTANTS  
THRISSUR

Email : tcr@kbassociates.in

**Independent Auditor's Report on the Half Yearly and for the year ended 31 March 2025 to Date Audited Financial Results of the Company Pursuant to the Regulation 33 and Regulation 52 of the SEBI (Listing obligations and Disclosure Requirements) regulations, 2015, as amended**

## INDEPENDENT AUDITOR'S REPORT

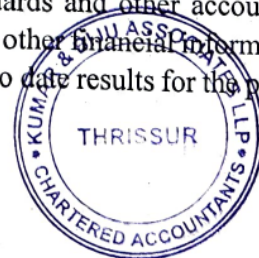
To  
The Board of Directors of  
**NEWMALAYALAM STEEL LIMITED**  
Report on the audit of the Financial Results

### Opinion

We have audited the accompanying half yearly financial results of **NEWMALAYALAM STEEL LIMITED** ("the company") for the half year ended March, 2025 and the year to date results for the period from April 01, 2024 to March 31, 2025, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). In our opinion and to the best of our information and according to the explanations given to us these financial results:

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- are presented in accordance with the requirements of Regulation 33 and Regulation 52 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other financial information for the half year ended March 31, 2025 as well as the year to date results for the period from April 01, 2024 to March 31, 2025,



27/355/1, Near Karthiyayani Temple, Chembukavu, Thrissur - 680020, Tel : 8281509204

#### Head Office :

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##### CALICUT

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##### VARKALA

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Opp. Canara Bank  
Temple Road  
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www.kbassociates.in

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results 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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Management's Responsibilities for the Financial Results**

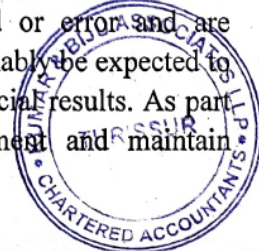
These half yearly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in Accounting Standards, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the Financial Results**

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



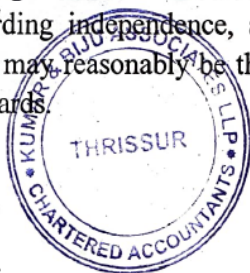


- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



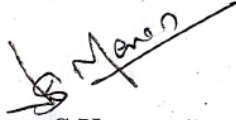
**Other Matter**

The accompanying Statement includes the results for the half year ended March 31, 2025 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2025 and the figures up to the first half year ended September 30, 2024 of the current financial year. The Independent Auditor's Examination Report up to the first half year ended September 30, 2024 was issued by another auditor.

Thrissur  
29.05.2025



For **KUMAR & BIJU ASSOCIATES LLP**  
**Chartered Accountants**  
**Firm Reg. No.006113S**

  
**CA Kiran S Kumar, B.COM, FCA**  
**Designated Partner**  
**Membership No. 246736**  
**UDIN : 25246736BMLZAY1357**

**NEWMALAYALAM STEEL LIMITED**  
(Formerly known as Newmalayalam Steel Private Limited )  
CIN L27209KL2017PLC048762

Registered Address : Door No: 2/546/A And 2/546/B Mala, Pallipuram P O, Thrissur, Kerala, India, 680732  
info@demacsteel.com

**Statement of Financial Results for the Half year and Year ended 31st March 2025**

((Rs. in lakhs) except for Earnings per equity share)						
	Particulars	Half year ended on 31/03/2025	Preceding half year ended on 30/09/2024	Corresponding Half Year Ended 31/03/2024	Year to date figures for the ended on 31/03/2025	Year to date figures for the ended on 31/03/2024
		Audited	Audited	Unaudited	Audited	Audited
	<b>INCOME FROM OPERATIONS</b>					
I	Revenue from Operations	14,995.02	15,421.42	13,936.40	30,416.43	30,016.06
II	Other Income	307.72	112.40	209.82	420.12	298.74
III	<b>Total Income (I + II)</b>	<b>15,302.74</b>	<b>15,533.82</b>	<b>14,146.22</b>	<b>30,836.56</b>	<b>30,314.80</b>
IV	<b>EXPENSES</b>					
	Cost of Materials Consumed	14,713.49	12,200.43	16,118.75	26,735.88	30,964.06
	Purchase of Stock in Trade	67.38	76.26	142.10	143.63	263.22
	Change in Inventories of FG, WIP	83.37	2,097.51	-2,885.97	2,358.92	-2,536.70
	Employee Benefit Expenses	170.68	108.99	181.36	279.67	363.61
	Finance Cost	161.57	181.41	222.55	342.98	320.19
	Depredation & Amortization Expense	83.98	80.06	226.29	164.04	155.96
	Other Expenses	117.50	92.29	77.98	209.79	217.46
	<b>Total Expenses (IV)</b>	<b>15,397.97</b>	<b>14,836.94</b>	<b>14,083.07</b>	<b>30,234.92</b>	<b>29,747.79</b>
V	Profit before Exceptional & Extraordinary Items and tax (III-IV)	-95.23	696.88	63.15	601.64	567.02
VI	Exceptional Items				-	-
VII	Profit before Extraordinary Items and tax (V-VI)	-95.23	696.88	63.15	601.64	567.02
VIII	Extraordinary Items				-	-
IX	Profit before tax (VII-VIII)	-95.23	696.88	63.15	601.64	567.02
X	Tax Expenses					
	1. Current Tax	(18.66)	175.39	16.17	156.73	130.66
	2. Deferred Tax	1.75	2.18		3.93	9.50
	3. Short provision for tax for Earlier year				-	-
	4. Corporate Social Responsibility				-	-
	<b>Total Tax Expenses (X)</b>	<b>(16.91)</b>	<b>177.57</b>	<b>16.17</b>	<b>160.66</b>	<b>140.16</b>
XI	<b>Profit / (Loss) for the period from continuing operations (IX-X)</b>	<b>-78.32</b>	<b>519.31</b>	<b>46.98</b>	<b>440.98</b>	<b>426.86</b>
XII	Profit / (Loss) from discontinuing operations				-	-
XIII	Tax Expenses of discontinuing operations				-	-
XIV	Profit / (Loss) from discontinuing operation after tax (XII- XIII)				-	-
XV	<b>Profit / (Loss) for the period (XI-XIV)</b>	<b>-78.32</b>	<b>519.31</b>	<b>46.98</b>	<b>440.98</b>	<b>426.86</b>
XVI	Paid up Equity Share Capital	1,728.76	1264.76	1264.76	1,728.76	1,264.76
XVII	Reserves & Surplus	6,105.53	3,301.68	2,782.38	6,105.53	2,782.38
XVIII	Earnings per equity share					
	Basic & Diluted Earning per share	-0.45	4.11	0.37	3.19	3.38

Notes:- \* Not annualised except for year ended 31st March 2024 and year ended 31st March 2025

- The above audited financial results for the half year and year ended 31st March 2025 have been prepared by the company in accordance with Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended and applicable and Accounting Standards prescribed under Section 133 of the Companies Act 2013 read with specific rules made there under.
- The above audited Financial Results for the half year and year ended 31st March 2025 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 27.03.2025.
- The Company is operating in a single segment as defined in AS 17 "Segment Reporting", hence segment reporting is not applicable to the Company.
- The figures for the half year ended March 31st 2025 as reported in this financial results are the balancing figures between the audited figures in respect of full financial year ended on March 31st 2025 and for the figures for the period April 1, 2024 to 30th September 2024 (preceding half year).
- The company has made a fresh issue of 46,40,000 equity shares through IPO at Rs. 90.00 (FV Rs. 10) to the public. The company has got listed on NSE Emerge Platform on December 27, 2024. The utilization of IPO proceeds is given as under:


Sr. No.	Object as disclosed in the Offer Document	Proposed Utilization in Offer Document (Rs. in lakhs)
1	IT / Technological Upgradation of existing manufacturing facility	287.62
2	Expansion of the existing solar facility for power generation	234.33
3	Funding of expenditure towards civil construction of new factory shed cum storage facility within the existing factory premises situated at Kerala	255.95
5	Funding incremental working capital requirements of our Company	1,420.00
6	General Purpose	1,035.50
7	IPO expenses	437.05
	<b>Total</b>	<b>4,176.00</b>

- Previous year's period figures have been regrouped/re-stated wherever necessary to conform to classification of current year period.

For Newmalayalam Steel Limited

  
Vazhappilly Davis Varghese  
Managing Director  
DIN: 07763636

Date: 29-05-2025  
Place: Mala, Thrissur

  
Mahendra Kumar Jain  
Chairman  
DIN: 01689078



# NEWMALAYALAM STEEL LIMITED

(Formerly known as Newmalayalam Steel Private Limited )

CIN L27209KL2017PLC048762

Registered address : Door No: 2/546/A And 2/546/B Mala, Pallipuram P O, Thrissur, Kerala, India, 680732

info@demacsteel.com

## Statement of Assets and Liabilities as on 31st March , 2025

(Rupees in Lakhs)

Particulars	Year ended on 31/03/2025	Year ended on 31/03/2024
	Audited	Audited
<b>1 Equity and Liabilities</b>		
1 Shareholders Funds		
Share Capital	1,728.76	1,264.76
Reserve & Surplus	6,105.53	2,782.38
	7,834.29	4,047.14
2 <b>Non-current liabilities</b>		
Long Term Borrowings	300.61	762.96
Deffered tax Liabilities (Net)	144.79	140.86
Long Term Provisions	-	-
	445.40	903.82
3 <b>Current liabilities</b>		
Short Term Borrowings	1,530.54	5,148.19
Trade Payable	-	-
(i) Total outstanding dues of micro enterprises and small enterprises	5.52	4.38
(II) Total outstanding dues creditors other than micro enterprises and small enterprises	672.79	853.27
Other Current Liabilities	190.89	537.05
Short Term Provisions	180.83	130.66
	2,580.57	6,673.55
<b>Total</b>	<b>10,860.26</b>	<b>11,624.51</b>
<b>II ASSETS</b>		
<b>Non-current assets</b>		
<b>Property Plant &amp; Equipments</b>		
1 Fixed assets		
(i) Tangible Assets	1,956.38	2,032.44
(ii) Intangible Assets	0.43	0.03
(iii) Capital Work In Progress	830.32	53.53
Non Current Investments	-	-
Long Term Loans & Advances	-	-
Deferred Tax Assets	-	-
Other non Current Assets	44.25	44.45
	2,831.38	2,130.45
2 <b>Current assets</b>		
Current Investment	-	-
Inventories	2,567.78	4,753.58
Trade Receivable	2,573.65	2,117.81
Cash And cash Equivalents	2,024.85	1,291.44
Short Term loans & Advances	531.52	298.54
Other Current Assets	331.08	1,032.69
	8,028.88	9,494.06
<b>Total</b>	<b>10,860.26</b>	<b>11,624.51</b>

For Newmalayalam Steel Limited



Vazhappily Davis Varghese

Managing Director

DIN: 07763636



Mahendra Kumar Jain

Chairman

DIN: 01689078





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## Cash flow statement for the year ended 31st March 2025

(Rupees in lakhs)

Particulars	Financial Year Ended on	
	31.03.2025	31.03.2024
<b>Cash Flows From operating activities</b>		
Profit after taxation	440.98	426.86
Adjustments for :	-	-
Depreciation	164.04	155.96
Taxes	160.66	140.16
Interest Expenses	342.98	304.32
Provision for Gratuity	24.10	-
Loss on Sale of Investment		
Loss on Sale of Assets		
	1,132.76	1,027.30
Less:		
Profit on Sale of Assets		
Interest Received	111.81	60.79
Income from excess depreciation claimed	1.40	
Unrealised foreign exchange Gain	6.09	
	1,013.47	966.51
<b>Working capital changes :</b>		
(Increase)/ Decrease in Inventories	2,185.80	-1,089.31
(Increase)/ Decrease in Trade Receivables	-455.84	-1,051.44
(Increase) / Decrease in Short Term Loans & Advances	-232.98	389.60
(Increase) / Decrease in Other Current Assets	701.61	-633.99
Increase / (Decrease) in Trade Payable	-179.34	-920.02
Increase (Decrease) in Long Term Provisions		
Increase (Decrease) in Provisions		
Increase (Decrease) in Other Current Liabilities	-346.16	335.12
Cash Generated from Operation	2,686.56	-2,003.53
Payment /Adjustments on Account of Tax Expenses	-130.66	-188.37
<b>Net Cash from operating activities</b>	<b>2,555.90</b>	<b>-2,191.90</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, Plant and Equipment	-863.77	-59.27
Capital Work in Progress		
Purchase/ (Sales) of Investments		
Decrease in Long Term Investments		40.75
Proceed from Sale of Fixed Assets		
(Increase) / Decrease in Other Non Current Assets	0.20	-44.39
Interest Income	111.81	60.79
<b>Net Cash Used in Investing Activities</b>	<b>-751.77</b>	<b>-2.12</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from Issue of Share Capital	464.00	-
Proceeds from Security Premium (Net)	3,712.00	-
Issue of Bonus shares	-	-
Share Issued Expenses	-829.83	-
Dividend Paid	-	-
Proceeds / (Repayment) from Long Term Borrowing	-462.35	-446.26
Proceeds / (Repayment) from Short Term Borrowing	-3,617.65	3,542.19
Interest Paid	-342.98	-304.32
<b>Net Cash used in financing activities</b>	<b>-1,076.81</b>	<b>2,791.61</b>
<b>Net Increase in cash and cash equivalent</b>	<b>727.32</b>	<b>597.59</b>
<b>Cash and cash equivalent at begainig of periods</b>	<b>1,291.44</b>	<b>679.85</b>
<b>Cash and cash equivalents at end of periods</b>	<b>2,018.76</b>	<b>1,277.44</b>

For Newmalayalam Steel Limited



Vazhappilly Davis Varghese

Managing Director

DIN: 07763636

Date:

Place:



Mahendra Kumar Jain

Chairman

DIN: 01689078



# NEWMALAYALAM STEEL LIMITED

(Formerly known as Newmalayalam Steel Private Limited)

(CIN: L27209KL2017PLC048762)

DOOR NO: 2/546/A & 2/546/B MALA, PALLIPURAM P O, MALA, THRISSUR, KERALA, INDIA, 680732

Date: May 29, 2025

To,  
**National Stock Exchange of India**  
Listing Compliance Department,  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, Block-G,  
Bandra Kurla Complex, Bandra (E ),  
Mumbai- 400051.

Company Symbol: NMSTEEL; ISIN: INE0TP801012

Dear Sir/Madam,

**Subject: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015**

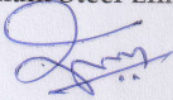
We hereby declare that the Statutory Auditor of the Company M/s. Kumar & Biju Associates LLP, Chartered Accountants (FRN: 006113S) have issued Audit Report with unmodified opinion with respect to Audited Financial Results of the Company for the half year and year ended 31<sup>st</sup> March, 2025.

This declaration is issued in Compliance of the Regulation 33(3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 read with the SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016.

Kindly take the above on your records and oblige us.

Yours faithfully,

For Newmalyalam Steel Limited



**VARGHESE VAZHAPPILY DAVIS**

Managing Director

DIN: 07763636

