MAHANADI COAL RAILWAY LIMITED
(A joint Venture of MCL, IRCON and IDCO)

Synergy, Diversity
Sustainability



52nd Integrated Annual Report **2025-26**

MAHANADI COAL RAILWAY LIMITED

(A joint Venture of MCL, IRCON and IDCO)

11th Annual Report and Accounts 2025-26

Regd. Office:-Jagruti Vihar, Burla,
Sambalpur,Odisha-768020



CONTENTS

Sl.No.		*PageNo.*
1.	Company Information	3
2.	Notice of Annual General Meeting	4
3.	Directors' Report	6-18
4.	Secretarial Audit Report	19-22
5.	Comments of the Comptroller & Auditor General of India	23
6.	Auditors' Report	24
7.	Financial Statements for the year 2025-26.	36

COMPANY INFORMATION

MANAGEMENT DURING 2025-26

Sl.No.	Name	Designation
1.	Shri Keshav Rao	Chairman
2.	Shri A. K. Behura	Director
4.	Shri S. K. Sinha	Director
5.	Shri Ragni Advani	Director
6.	Shri Parag Verma	Director (upto 01.05.2025)
7.	Shri A. K. Singh	Director (w.e.f. 01.05.2025 to 09.01.2026)
8.	Shri A. K. Mishra	Director (w.e.f. 09.01.2026)
9.	Shri S. K. Sethi	Director
10.	Shri P. R. Parhi	Director

STATUTORYAUDITOR

M/s Mishra Badhai & Associates
Chartered Accountants,
Sambalpur, Odisha.

SECRETARIALAUDITOR

M/s Sushanta Pradhan & Associates,
Practicing Company Secretary,
Sambalpur,Odisha-768004.

BANKERS

State Bank of India,
Sambalpur

ICICI Bank
Bhubaneswar

Axis Bank Ltd
Sambalpur

REGISTEREDOFFICE

Mahanadi Coal Railway Limited,
Jagruti Vihar,Burla,Sambalpur,Odisha-768020.

NOTICE OF 11th ANNUAL GENERAL MEETING

Notice is hereby given that the 11th Annual General Meeting of Mahanadi Coal Railway Limited is scheduled to be held at **4.30 PM on Monday, the 11th August 2026** at Registered office of the Company MCL Office, Jagruti Vihar, Burla, Sambalpur, Odisha - 768020 through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2026 including the Audited Balance Sheet as at 31st March, 2026 and Statement of Profit and Loss for the year ended on that date and the Reports of Board of Directors, Statutory Auditor and Comptroller and Auditor General of India thereon or Mahanadi Coal railway Limited.
2. To re-appoint Smt Ragini Advani (DIN: 09575213) as Director, who is liable to retire by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.
3. To re-appoint Shri P. R. Parhi (DIN: 09499859) as Director, who is liable to retire by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.

By order of the Board of Directors
For Mahanadi Coal railway Limited

Sd/-
(S. K. Behera)
Company Secretary

Date: 31.07.2026

Place: Sambalpur

Note:

1. Body Corporate are entitled to appoint authorized representatives for the purpose of voting through remote e-voting or for participation and voting in the meeting held through VC/OAVM. Corporate Members are, therefore, requested to send a duly certified copy of the Board Resolution/Power of Attorney authorizing their Representative to attend and vote on their behalf before or at the AGM.
2. The shareholders are requested to give their consent for calling the Annual General Meeting at a shorter notice pursuant to the provisions under Section 101(1) of the companies Act, 2013.
3. In accordance of the provisions of Section 108 of the Companies Act, 2013 read with rule 18 of the Companies (Management and Administration) Rules, 2014 and with General Circular No.09/2024 issued by Ministry of Corporate Affairs, Govt. of India (including any statutory modification or re-enactment thereof for the time being in force) and other applicable laws and regulations, Shareholders, Directors and Auditors including Secretarial Auditor of Mahanadi Coal Railway Limited are entitled to attend and/or vote at the meeting may also attend and /or vote at

the meeting through video conferencing (VC) or other audio visual means(OAVM) to convey their assent or dissent only at such stage on items considered in the meeting by sending e-mail to cosecymcrl@gmail.com.

4. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and proxy need not be a member of the Company. Since, this AGM is being held in accordance with the Circular through VC/OAVM, the facility for appointment of proxies by the members will not be available for this AGM and hence the Proxy Form is not annexed to the notice.

5. Participation of the members through VC/OAVM will be counted for the purpose of reckoning the quorum for the AGM as per Section 103 of the Act.

6. The Company will provide VC / OAVM facility to its membersto participate in the AGM. Facility to join the meeting shall be opened thirty minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM.

7. Pursuant to the provisions of Section 171(1)(b) and 189(4) of the Companies Act, 2013, the registers required to be kept open for inspection at every Annual General Meeting of the company, and the relevant documents referred to in the Notice will be available electronically for inspection by the members during the AGM. All documents referred to in the Notice will also be available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to cosecymcrl@gmail.com.

8. Where a poll is demanded by the members, the members attending through VC/OAVM shall send their votes to cosecymcrl@gmail.com.

9. In case of any query, Members may send an email to cosecymcrl@gmail.com or contact the designated person. (Contact No. 9438877329).

Members:

1. Mahanadi Coalfields Limited, Jagruti Vihar, Burla, Sambalpur- 768020. (Atten: Company Secretary, MCL).
2. IRCON International Limited, C-4, District Centre, Saket, New Delhi - 110017. (Atten: Company Secretary, IRCON).
3. Odisha Industrial Infrastructure Development Corporation, IDCO Tower, Janpath, Bhubaneswar - 22 (Atten. Managing Director, IDCO)
4. Shri S. K. Sinha, GM (Civil), MCL, Jagruti Vihar, Burla, Sambalpur-768020.
5. Shri P. K. Mishra, GM(P&P), MCL, Jagruti Vihar, Burla, Sambalpur-768020.
6. Shri P. K. Mishra, GM(Subhadra Area), MCL, Jagruti Vihar, Burla, Sambalpur - 768020.
7. Shri Surendra Singh, ED IRCON, IRCON International Limited, C-4, District Centre, Saket, New Delhi-110017.

Auditors:

1. M/s Mishra Badhai& Associates Chartered Accountants,Balangir, Odisha.
2. Director General of Audit (Coal), Old Nizam Place, 234/4, Acharya Jagadish Chandra Bose Road, Kolkata - 700020.
3. M/s Sushanta Pradhan & Associates, Practicing Company Secretary, Sambalpur, Odisha.

All Directors, MCRL:



DIRECTORS' REPORT

Dear Members,

On behalf of the Board of Directors of your Company, it is my privilege and honor to present the11th Annual Report of your Company together with the audited Financial Statements for the year 2025-26 along with the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India.

1. ORGANISATION:

MemorandumofUnderstanding(MoU)was signedbetweenMahanadiCoalfieldsLimited(MCL),IRCONInternationalLimited(IRCON)andOdishaIndustrialInfrastructureDevelopmentCorporation(IDCO)tocreateaSpecialPurposeVehicle(SPV)fordeveloping railcorridorinthestateofOdisha,thus,anideaofformingaseparatecompanywasconceivedinthenameof MahanadiCoalRailwayLimited(MCRL)withanequityparticipationratioof64:26:10,incorporatedon31st ofAugust,2015.Suchaventurecreatessynergybyseekingadministrativesupportfrom CentralandStateGovt.,Technical supportfromRailwaysandcommercialsupportfromMCLtomeetthelogisticchallengesfacedbycoalmines.Ithasbeenconceptualizedtosustainintheventurethroughaparticipativebusinessmodelbyinvestinginrailinfrastructureandsharingofrevenuegeneratedfromthetrafficoutofrailcorridor.

Asper the MoU,IDCOshareofequityshallcorrespondtothevalueoflandprovidedbytheGovt. ofOdisha(GoO)or10%whicheverismore.Ifthevalueoflandprovided byGoOexceeds10%oftheequity,theshareholdingpercentageofIDCOandMCLshallstandmodifiedaccordingly.GoOshallprovidelandownedbyState Govt.(RevenueandForestland)andvalueofsuchlandshallbeadjustedtowardsitsequity.Costofcompensatoryafforestation,netpresentvalue,wildlifemanagementplan,demarcation,fellingandotherchargesfordiversionproposalofforestplanunder the Forest (Conservation)Act, 1980shallbebornebyMCRL.Ithasbeenenvisagedtocarryoutpreliminaryactivitiesthrough IRCON,havingdomainexpertiseonrailwayprojectsandtoactasimplementingagencyforundertakingtheconstructionworkintwophases.MCRLshallenterintoseparateagreementswithMinistryofRailwaysforConcession,Operation&Maintenanceofassets.

BriefDetailsoftheprojectofMCRL.

Angul-Balaram-Putugadia-Jarapadaandonelegto Tentuloi(68 Km)sectionhas beenidentifiedbyMCRLasits1st projectduringits1st Boardmeetingheldon11.09.2015.Theprojectconsistsprimarilyof3legs, (1) Angul-Balaram,(2)Balaram-Putagadiaand (3) Jarapada-Putagadia-Tentuloi.LandfortheAngul-BalaramlegofthecorridorhasalreadybeenacquiredbyMCL.LandfortheBalaram-PutagariaandJarapada-Putagadia-Tentuloilegsare being acquired under the Railways Act, 1989 as the entire project is declared as special railway project.

2. HIGHLIGHTSOFPERFORMANCE:

A) EstablishmentofMCRLOffice

MahanadiCoal RailwayLimited(MCRL) is functioningits office at Mahanadi Coalfields Ltd. Office Campus, 1st Floor, MCL Office Building, Plot No G - 3, Gadakana, P.O - Mancheswar Railway Colony, Chandrasekharpur, Bhubaneswar, Odisha – 751017 from 02.12.2024 after shifting its office from 5th floor of11 storied OSHBBuilding onPlot No.A/32, Kharavel Nagar, Sachivalaya Marg, Bhubaneswar where it was functioning from 01.02.2017 till 01.12.2024 fordevelopment of Rail Corridorin Talcherareain thestate of Odisha for evacuation ofcoal.

B) *DetailedProjectReport(DPR)*

DPR ofAngul-Balaram-Putagadia–Jarapadaand oneleg uptoTentuloi(about 68Km) hasbeenapproved in principlebyRailway Boardon27.10.2017. Finalapproval ofDPRbyEastCoast Railway has been accorded on31.01.2018. COM, East Coast Railways sent the proposal toRailwayBoard on29.01.2018 for approvalof inflatedmileage of 60%andfor sanctionasRailwayproject. The approval from Railway for inflated mileage of 60% and Special Railway Project has been obtained. Total costoftheproject is Rs.1700 Crore including inflation, Project Management and interest during construction.

C) *Land*

IDCO had initiated land acquisition for M/s Brahmani Railway Limited (BRL) forcomprehensive corridortoaccommodatethe railway, road andalso water pipeline.Govt. ofOdishahaspublished6(1)notification onMay, 2015 underLAAct,1894 for landrequirementofM/s BrahmaniRailwayLimited / IDCO.

It has been decided by Board of Director of the Company in its meeting held on 21.03.2016 to reduce the width of land to accommodate only the rail line and additional land required for maintenance/approach road. Accordingly, fresh survey has been undertaken up and revised land schedule prepared.

Theentire alignmentofMCRL corridor strategically keptwithin thenotifiedlandboundaryofM/s BrahmaniRailwayLimited /IDCO. Now as the entire project is declared as Special Railway Project vide The Gazette of India notification no 4171 dated 23rd October, 2018, the land acquisition is being done under the Railways Act (RAA-2008).

Competent Authority has been nominated under section 7(A) through The Gazette of India notification no 0709 dated 14thFebruary, 2020. 20A Gazette Notification has been issued through East Coast Railway, Bhubaneswar on 09.06.2022. 20E gazette notification under Railway Act (Amendment) - 2008 has been published on 23.05.2023.

The Project of MCRL (68 Km.) has been divided into two Phases; Phase-I (14 Km.) : Angul – Balram section and Phase-II (54 Km.) : Balram – Putagadia – Jarapada – Tentuloi section.

(i) **Land Acquisition status of Phase – I :-**

Land acquisition has been completed and Angul – Balram rail link has been commissioned from 14.11.2022.

(ii) **Land Acquisition status of Phase-II before handing over to ECoR :-**

Parallely, IRCON has also completed substantial portion of land acquisition of Phase-II as below :-

(a) **Tenancy Land :-**

202.42 ha of Private land is being acquired under Railway Act (Amendment) – 2008.



20A gazette notification under Railway Act (Amendment) - 2008 has been published on 10.06.2022.

20E gazette notification under Railway Act (Amendment) - 2008 has been published on 23.05.2023.

20F (4) and (5) newspaper publication before determination of compensation of land has been published on 21.06.2023.

(b) **Forest Land :-**

Final/Stage-II forest clearance has been received on 22.02.2023 for 125.355 ha (310 Ac.) of forest land. Enumeration of trees is under progress before felling of trees by OFDC.

(c) **Government Land :-**

Collector, Angul has sent the alienation proposal to Govt. of Odisha on 27.01.2023. Govt. of Odisha cleared the proposal on 01.02.2023 with direction to Collector, Angul for alienation and grant of working permission for 42.10 ha of land.

D) Handing over of Phase-I and Phase-II to ECoR :-

Meanwhile, during review meeting held on 22.02.2023 by Hon'ble Minister of Railway and Hon'ble Minister of Coal it was proposed that MCRL Phase-II in SPV mode may be considered for handing over to Railway for construction. Further, Director (Tech / P&P), MCL requested to GM/ECoR vide letter No.MCL/Director (Tech./P&P)/2023/219-(i)-E dated 29.03.2023 for taking considered view on implementation of Phase-II based on the above meeting.

Accordingly, GM/ECoR requested Railway Board vide DO letter No. CAO/Con/BBS/Plg./01 dated 27.04.2023 to issue suitable direction for taking over the project for construction of Phase-II from SPV and also total management of the Project including Phase-I.

Railway Board vide letter No. 2022/W-H/ECoR/DL/SY/21 (e-file No.3432702) dated 08.06.2023has sanctioned final location survey (FLS) for MCRL inner Corridor Ph.II and doubling of Ph.I Angul_Balram rail line.

During the review meeting conducted by Secretary (Coal), Ministry of Coal, Govt. of India on 13.06.2023, this issue was discussed and IRCON was directed to go ahead with decision of Railway to hand over construction of Phase II of MCRL to Railways.

Further, ED/Infra-I, Railway Board letter No. 2015/Infra/12/2 Pt. dated 12.07.2023 stated that Railway Board (CRB & CEO, MI & ME) have approved for taking over the construction of Balram – Putagadia – Tentuloi (54 Km), MCRL Phase-II, through MoR's funding.

ECoR vide their letter reference No. CE/Con/IV/BBS/Inner Corridor/MCRL/Spl dated 13.07.2023has requested that all the relevant documents/drawing (along with soft copies) pertaining to above said work may be handed over to ECoR. IRCON has handed over the relevant document vide their letter No. IRCON/2069/MCRL/Railway/02/184 dated 04.08.2023.

Further, on 22.08.2023 a meeting was conducted by CTPM/ECoR along with MCRL officials for finalizing the modalities for taking over of MCRL Phase II by Railways. During the meeting it was noted that decision of taking over of MCRL Phase- II by Railway has been taken at Ministerial level as a policy decision. Neither MCRL nor Railways are in default in this work. The compliance on the Minutes of Meeting held on date 22.08.2023 has been submitted by MCRL vide letter dated 07.09.2023.

As such, it was proposed that the expenditure incurred by MCRL for Phase-II to the tune of Rs.82.0 Cr. approx. with reasonable return @ 12% per annum on the investment may be reimbursed by

Railway for taking over of Phase-II fulfilling all the legal terms and conditions as laid down in the Concession Agreement signed between ECoR and MCRL.

MCRL has requested ECoR, Bhubaneswar vide letter No. MCRL/BBSR/CEO/Balram-Putagadia-Jarapada-Tentuloi/2023-24/102 dated 23.11.2023 that MCRL Board during its 37th Board meeting held on 25.10.2023 has approved the proposal of taking over of Phase-II Balram-Putagadia-Jarapada-Tentuloi (54 Km) by Railways with compensation by Railway to MCRL for capital investment by reimbursement of capital expenditure incurred on the project plus return as calculated @ 12% per annum (annual compounding) on the same till actual recovery.

MCRL has requested Railway Board through ECoR to consider taking over of completed Angul-Balram single rail line (14 Km) MCRL Phase-I project by Railways vide letter No. MCRL/BBSR/CEO/Ph-I Angul-Balram/2023-24/103 dated 24.11.2023.

ECoR has informed vide letter No. PCOM/Plg/BBS/MCRL/ANGL-JRPD/535/Pt.I dated 16.01.2024 that Railway Board has granted “In-principle” approval for taking over of Phase-I MCRL Project and closure of the Concession Agreement signed between Railway and MCRL . Railway Board’s vide its letter no. 2015/Infra/12/2 Pt. New Delhi, Dated 12.01.2024 had granted ‘In- Principle’ Approval for taking over the commissioned Phase-I of MCRL Project (Angul-Balram single rail line, 14 Km) and closure of Concession Agreement ; specifying that “ Any cost incurred by MCRL for Phase-I may be reimbursed by IR after suitable assessment and recommendation by ECoR, after taking legal opinion on the Concession Agreement. The condition of 12% interest raised by MCRL is not being agreed at this stage”

A meeting was held in this connection on 23.01.2024 at 16.00 hrs. in the PCOM’s meeting hall, ECoR, Bhubaneswar. After discussion in the meeting, MCRL has requested ECoR vide MCRL letter No. MCRL/BBSR/CEO/Balram-Putagadia-Jarapada-Tentuloi/2023-24/135 dated 13.02.2024 for taking over of MCRL Phase-I.

MCRL has also complied the requirements discussed during the meeting held on 23.01.2024 vide letter No. MCRL/BBSR/CEO/Angul-Balram-Putagadia-Jarapada-Tentuloi/Phase-I & II/2023-24/137 dated 17.02.2024 in which details of the provisional expenditure incurred/to be incurred for Phase-I and Phase-II work along with audited financial statement for the 2022-23 and details of audited financial statement for the period ended December’ 2023 duly enclosed. As per the details Capital Cost of Phase-I is Rs.345.45 Cr., and that of Phase-II is Rs.87.09 Cr., totaling to Rs.432.54 Cr and Interest @ 12% compounded annually amounts to Rs.108.79 Cr.

ECoR formed a committee to arrive at financial figures towards reimbursement of cost for taking over of MCRL Phase-I and Phase-II for onward submission to Railway Board.

ECoR vide letter dated 03.05.2024 asked MCRL for compliance of points raised by Railway.

ECoR vide letter dated 13.05.2024 asked for clarification of termination of apportioned earnings pending capital cost reimbursement.

MCRLvide letter dated 17.05.2024 clarified stoppage of apportioned earnings upon taking over of Phase-I and Phase-II by ECoR pending settlement of reimbursement of capital cost and interest with approval of Chairman, MCRL.

MCRL vide letter dated 25.05.2024 complied ECoR’s letter dated 03.05.2024.

Dy. FA & CAO/ECoR’s letter dated 28.06.2024 sought clarifications on MCRL’s letter dated 25.05.2024.

ECoR vide letter dated 28.06.2024requested MCRL to make payment to state Govt. of Rs. 166.20 Cr for land acquisition.

Chairman, MCRL vide letter dated 02.07.2024 requested GM, ECoRto expedite taking over of Phase-I & II pending capital reimbursement and claimed interest.

ECoR vide letter dated 17.07.2024 requested RB to take over MCRL SPV pending capital reimbursement by entering into a supplementary agreement.

MCRL vide letter dated 19.07.2024 complied Dy. FA&CAO (T)'s letter dated 28.06.2024.

MCRL vide letter dated 19.08.2024 to ECoR reminded to expedite taking over Phase-I & II.

ECoR vide letter dated 19.09.2024 asked particulars for certification by ECoR engaged Firm of the capital expenditure incurred by MCRL.

MCRL vide letter dated 24.09.2024 complied ECoR's letter dated 19.09.2024.

ECoR vide letter dated 15.10.2024 intimated RB the capital expenditure of Rs.4010.93 lakh upto 30.06.2024 and any expenditure incurred further will be submitted as supplementary expenditure.

MCRL vide letter dated 25.10.2024 to ECoR claimed operational loss of Rs.58.18 lakhs as on 30.09.2024 for consideration towards reimbursement by ECoR to MCRL.

MCRL vide letter dated 17.05.2025 submitted to ECoRfor certification of capital expenditure of MCRL Phase-I & II upto 31.03.2025 of Rs.40160.80 lakhs and interest of Rs.18843.10 lakhs totaling to Rs.59003.90 lakhs to ECoR.

ECoR's letter dated 28.05.2025 to RB forwarded the claims of MCRL dated 17.05.2025.

MCRL has been regularly pursuing with Railways and furnishing required clarifications and documents to ECoR as and when required for expediting decision and approval in the matter. CEO, MCRL had multiple meetings with officials of ECoR, including PCOM, PFA &CTPM , in past 8 months and correspondence made. Vide letter no. MCRL/BBSR/CEO/Taking over of Ph-I &Ph-II/2025-26/105 dtd. 20-03-2026, it was again requested for expediting finalization and approval of reimbursable cost of MCRL Ph-I &Ph-II and decision on claim of MCRL for interest @ 12% annual rate on expenditure incurred on the project.

A meeting was held under chairmanship of PED(Infra)/MoR, Railway Board on 19-06-2026 for discussions on MCRL issues in which officials of (i)Railway Board (PED(Infra), ED(Infra) & ED (Fin)), (ii) ECoR(PCOM, CTPM & Dy. FA & CAO), (iii) IRCON(D(F) & CGM) & (iv) MCRL (CEO) had participated. It was decided that ECoR, in compliance of Railway Board's directive, would arrange for assessment of fair value of assets of MCRL and submit reply approved by GM, ECoR to Railway Board without further delay. On compliance and receipt of details , Railway Board would take decision on reimbursable cost to MCRL as well as on claim of MCRL for cumulative interest @ 12% per annum(annual compounding) on expenditure incurred.

MCRL Board during its meeting held on 29-06-2026 was apprised the status in regard to the above issue and Board had noted the information of the concerned Agenda Note.

E) <u>Maintenance of Phase-I Project</u> :-

MCRL undertook maintenance of Phase I from the date of commission on 14.11.2023 to 29.02.2024 through IRCON.

Further, the maintenance of Angul-Balram MCRL Project Phase-I has also been taken over by ECoRfrom 01.03.2024 following MCRL's request letter dated 12.12.2023 on the basis of decision taken in 38th MCRL BOD item No.38.5. Further, IRCON has physically handed over the track including spare/surplus P.way materials to ECoR.

3. CAPITAL STRUCTURE:

The authorized and paid up capital of the Company Rs.100,00,00,000/- (Rupees One Hundred Crore) divided into 10,00,00,000 (Ten Crore) equity shares of Rs. 10 each. The paid up capital of the Company as on 31.03.2026 is Rs. 90,00,50,000/-.

The equity shareholding pattern of the promoter companies are as follows:

Sl.	NameofthePromoter Company	Shareholding pattern as on 31.03.2025	Shareholding pattern as on 31.03.2024
1	Mahanadi Coalfields Limited	71.107%	71.107%
2	IRCON International Limited	28.887%	28.887%
3	Odisha Industrial Infrastructure Development Corporation	0.006%	0.006%
	Total	100%	100%

4. FINANCIAL RESULTS:

Financial Results for the financial year 2025-26 are given below:

Particulars	**For the Year ended on 31.03.2026 (Rs in Lakh)**	**For the Year ended on 31.03.2025 (Rs in Lakh)**	**Percentage (Increase/Decrease)**
Income for the year	2652.17	2716.82	- 02%
Expenditure for the year excluding Depreciation and Amortization Exp.	1208.58	1402.29	- 16
Profit or Loss before Depreciation and Amortization Exp.	1443.59	1314.53	09%
Less: Depreciation and Amortization Exp.	1027.57	1014.71	01%
Profit or Loss after Depreciation and Amortization Exp. but before Tax	416.02	299.82	28%
Less: Tax Expenses (Deferred Tax)	104.30	25.78	75%
Profit or Loss after Tax	311.72	274.04	12%

Phase -I of the project is commercially notified by Railway on 21.08.2023 and revenue sharing started from September 2023 (Accrued from Nov, 2022), The expenses related to Phase -I was charged to Statement of Profit & Loss. The Phase – II of the project operational activities have not yet been started. Hence, all the expenditure incurred by the Company, which is directly attributable to Phase -II of the Project during F.Y. 2025-26, has been capitalized and other indirect expenses has been charged to “Profit and Loss Statement”. The Company has taken Rs.29250/- Lakh as Interest free



Loan from Mahanadi Coalfields Limited (Holding Company) and IRCON.

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 in terms of Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Act, as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hereto in use. Management evaluated all recently issued or revised accounting standards on an ongoing basis. The Company has disclosed standalone audited financial results on quarterly and annual basis.

5. DIVIDEND:

The Company didn't declare any dividend during the year.

6. RESERVES:

The Company didn't transfer any amount in Reserves.

***7.* CONTRIBUTIONTOTHEEXCHEQUER:**NIL

8. SUBSIDIARY/JVCOMPANIES:

Your Company is a subsidiary of Mahanadi Coalfields Ltd (MCL)and it does not have any Subsidiary/JV Company.

9. DEPOSITS:

Your Company has not accepted any deposit from the Public during the year as defined under Section 73 of the Companies Act, 2013 and the Rules made thereunder.

10. RISKMANAGEMENT:

Due importance is given for risk identification, assessment and its control in different functional areas of the Company for an effective risk management process because of inherent risk,external and internal, necessary control measures are regularly taken. The Management monitors all critical factors continuously.

11. RELATEDPARTYTRANSACTION:

All relatedpartytransactionsthatwereenteredintoduringthefinancial yearwereonarm'slengthbasisandwereintheordinarycourseofthebusiness.Therearenomateriallysignificantrelatedpartytransactionsmadebytheco mpanywithPromoters,KeyManagerialPersonnelorotherdesignatedpersons,whichmayhavepotentialconflictwithinterestoftheCompanyatlarge.

12. PARTICULARSOFLOANSGURANTEESORINVESTMENTS:

PursuanttotheclarificationdatedFebruary13,2015issuedbyMinistryofCorporateAffairsandSection186(4)&(11)andoftheCompaniesAct,2013requiringdisclosureinthefinancialstatementsoffullparticularsoftheinvestmentmade,loangivenorguaranteegivenorsecurityprovidedandthepurposeforwhichtheloanorguaranteeorsecurityisproposedtobeutilizedbytherecipientoftheloanorguaranteeisdisclosed.

13. VIGILMECHANISM/WHISTLEBLOWERPOLICY:

Being a Govt.Company, the activities of the Company are open for audit by C&AG, Vigilance,CBIetc.

14. RIGHT TO INFORMATION

Your Company has set an elaborate mechanism in the organization to deal with the request received under the Right to Information (RTI) Act, 2005. The statistics of information sought under RTI during the year 2025-26 is Nil.

15. INFORMATION UNDER SECTION 134(3)(q), SECTION 143(3)(i) OF THE COMPANIES ACT, 2013, READ WITH RULE 8(5)(viii) OF COMPANIES (ACCOUNTS) RULES, 2014 REGARDING ADEQUACY OF INTERNAL FINANCIAL CONTROLS.

The Company has in place adequate financial controls with reference to financial reporting in compliance with the provisions of the Companies Act, 2013 and such internal financial controls over financial reporting were operating effectively.

16. INFORMATION UNDER SECTION 134(3)(q), SECTION 143(3)(i) OF THE COMPANIES ACT, 2013, READ WITH RULE 8(5)(vii) OF COMPANIES (ACCOUNTS) RULES, 2014 REGARDING SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND THE COMPANY'S OPERATIONS IN FUTURE.

During the FY 2025-26, there were no Significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status and the Company's operations in future.

17. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with rule 5 of the Companies (Corporate Social Responsibility) Rules, 2014, the CSR Committee is not required to the company. The Company has reported loss till date. Accordingly, no provision of CSR expenditure has been done and hence, the Annual Report on CSR activities is not included with Board's Report.

18. STATUTORY DISCLOSURE BY DIRECTORS

None of the Directors of your Company is disqualified as per provisions of Section 164 of the Companies Act, 2013.

19. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT.

During the year under report, no fraud was reported by Statutory Auditors of the Company.

20.DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Board is in the process of constituting an Internal Complaints Committee pursuant to Section 4 of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 and also formulating the Anti-Sexual Harassment Policy, pursuant to Rule 13(a) of Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Rules, 2013.

All employees are be covered under this policy. It is informed that the Board has not received any sexual harassment complaints during the year 2025-26.

21. MAINTENANCE OF COST RECORDS

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

22. CORPORATE GOVERNANCE

Management at the Company has been committed towards maintaining high standards of Corporate Governance to ensure transparency and accountability at all levels protecting the interest of all the stakeholders. The Company complies with the conditions of Corporate Governance as stipulated under the Companies Act as. The Guidelines on Corporate Governance for CPSEs issued by the Department of Public Enterprises (DPE), Ministry of Finance, Government of India, have been complied with to the maximum extent possible.

23. DETAILS OF APPLICATION MADE OR ANY PROCEEDINGS PENDING UNDER THE IN-SOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR.

There are no proceedings initiated / pending against your Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the business of the Company.

24. AUDITORS:

Under Section 139 of the Companies Act, 2013, the following Audit Firm was appointed as Statutory Auditor of the Company for the financial year 2025-26:

M/s Mishra Badhai & Associates, Chartered Accountants, Sambalpur, Odisha.

Under Section 204 of the Companies Act 2013, the following Firm was appointed as Secretarial Auditor of the Company to conduct the secretarial audit for the year 2025-26:-

M/s Sushanta Pradhan & Associates, Practicing Company Secretary, Building No.F/3, Sahayog Nagar, Budharaja, Sambalpur,Odisha-768004.

25. BOARDOFDIRECTORS:

The Board of Directors of Mahanadi Coal Railway Limited consists of 07(Seven) members, viz., Chairman and 02 (two) Directors as nominees of MCL, 02(two) Directors asnominee of IRCON, 01(one) Director as nominee of IDCO and 01(one) Director as nominee from MoR.

The Composition of Board of Directors as on 31.03.2026 is as under:

Sl.No.	Name	Designation	Date of Appointment
1.	Shri Keshav Rao	Chairman	01.11.2023
2.	Shri A. K. Behura	Director	01.11.2023
3.	Shri S. K. Sinha	Director	21.07.2023
4.	Shri Ragni Advani	Director	26.05.2022
5.	Shri Parag Verma	Director	(upto 01.05.2025)
6.	Shri A. K. Singh	Director	(w.e.f. 01.05.2025 to 09.01.2026)
7.	Shri A. K. Mishra	Director	09.01.2026

8.	Shri S. K. Sethi	Director	01.11.2023
9.	Shri P. R. Parhi	Director	09.05.2022

26. BOARD MEETINGS:

The Board met four (04) times during the financial year 2025-26 on 10.04.2025, 08.07.2025, 10.10.2025 and 09.01.2026. The details of the Board meetings and Directors attendance held during the financial year are given as under.

Sl. No.	NameofDirectors	Category	Held during the tenure	Attended
1	Shri Keshav Rao	Non-Executive Director	4	4
2	Shri A. K. Behura	Non-Executive Director	4	3
3	Shri S. K. Sinha	Non-Executive Director	4	4
4	Shri Ragni Advani	Non-Executive Director	4	4
5	Shri Parag Verma	Non-Executive Director	1	0
6	Shri S. K. Sethi	Non-Executive Director	4	2
7	Shri P. R. Parhi	Non-Executive Director	4	1
8	Shri A. K. Singh	Non-Executive Director	2	1
9	Shri A. K. Mishra	Non-Executive Director	1	1

27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO:

InformationinaccordancewiththeprovisionofSection134(3)(m)oftheCompaniesAct, 2013readwithRule8(3)oftheCompanies(Accounts)Rules,2014regardingConservationofEnergy,Technology absorptionandForeignExchangeearningsandOutgoisAnnexedtothisReport.

28. INFORMATION UNDER SECTION 197 OF THE COMPANIES ACT, 2013 READ WITH RULE 5 (2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014, REGARDING EMPLOYEES REMUNERATION:

InformationasperSection197oftheCompaniesAct,2013readwithRule5(2)ofthe Companies(AppointmentandRemunerationofManagerialPersonnel)Rules,2014,isnotapplicabletoyourcompanyas noemployee inthe Companywas drawingmorethanRs.5,00,000/-permonthorRs.60,00,000perannumorinexcessofthatdrawnbyManagingDirectororWhole-timeDirectorormanagerandholdsbyhimselforalongwithspouseanddependentchildren,notlessthantwopercentoftheequitysharesoftheCompany.

29. DIRECTORS'RESPONSIBILITYSTATEMENT:

PursuanttotherequirementunderSection-134(5)oftheCompaniesAct,2013,withrespecttotheDirectors'ResponsibilityStatement,itisherebyconfirmed:-

a. ThatinthepreparationoftheAnnualAccountsfortheFinancialYearended31.03.2026,theapplicableAccountingStandardshavebeenfollowed(exceptasdisclosedintheAdditionalNotesonAccounts) alongwithproperexplanationrelatingtomaterialdepartures.

b. ThattheDirectorshaveselectedsuchAccountingPoliciesandappliedthemconsistentlyandmadejudgmentsandestimatesthatarereasonableandprudentsoastogiveatrueandfairviewofthestateofaffairsoftheCompanyattheendoftheFinancialYearandoftheProfitorLossoftheCompanyfortheyearunderreview.

c. ThattheDirectorshavetakenproperandsufficientcareforthemaintenanceofadequateaccountingrecordsinaccordancewiththeprovisions oftheCompaniesAct, 2013,forsafeguardingtheassetsoftheCompanyandforpreventinganddetectingfraudandotherirregularities.

d. ThattheDirectorshavepreparedtheAccountsfortheFinancialYearended31.03.2026ona'GoingConcern'basis.

e. Thedirectorshaddevisedpropersystemstoensurecompliancewiththeprovisionsofallapplicablelawsandthatsuchsystemswereadequateandoperatingeffectively.

30. BANKER'SNAMEANDADDRESS:

Sl.No.	Name	BranchAddress
1	StateBankofIndia	MCLComplexBranch,JagrutiVihar,Burla, Sambalpur.
2	ICICI Bank	Sachivalaya Marg, Burma Nagar, Unit-4, Bhubaneswar - 751001
3	Axis Bank	Budharaja, Sambalpur

31. C &AGCOMMENTS:

CommentsoftheComptroller&AuditorGeneral ofIndiaontheAccountsoftheCompanyfortheyearended31st March,2026isannexedherewith.

32. AUDITOR'SREPORT:

TheobservationmadeintheAuditors'Reportreadtogetherwithrelevantnotesthereonareselfexplanatoryandhence,donotcallforanyfurther commentsunderSection134ofthe CompaniesAct,2013.Thereportisannexedherewith.

33. EXTRACT OF ANNUAL RETURN:

Pursuant to Section 92(1) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return (Form No. MGT-7) is uploaded on the website of MCL in the link: http://www.mahanadicoal.in/Financial/ anual_report.php

34. ACKNOWLEDGEMENT:

YourDirectorsacknowledgewithdeepsenseofappreciationtheco-operation,valuablesupportandguidancereceivedfromtheMinistryofCoal,MinistryofRailwaysandGovernmentofOdisha,CoalIndiaLimited,MahanadiCoalfieldsLimited,IRCONInternationalLimited andOdishaIndustrialInfrastructureDevelopmentCorporation.YourDirectorsalsoexpresstheirsincerethankstotheDistrictAdministrationandtoallthose,whohavedirectlyorindirectlyextendedtheirhelpandcooperationfromtimetotimeforthedevelopmentoftheRailCorridor.

YourDirectorsexpresstheirdeepfeltthanksandbestwishestoallthesshareholdersfortheircontinuedsupport andreposingtrustonthemanagement.YourDirectorswouldliketoplaceonrecordtheirappreciationfortheuntiringeffortsandcontributionsmadebytheemployeesandassociatesatalllevelstoachievetheprogresssofarandmovingclosertowardsreality.

YourDirectorsalsorecordtheirappreciationfortheservicesrenderedbytheOfficersandstaffofthe Director General of Audit (Coal),O/otheComptroller&AuditorGeneralofIndiaandRegistrarofCompanies,Odisha.

35. ADDENDA:

Thefollowingdocumentsareannexed:

a. InformationregardingConservationofEnergy,TechnologyabsorptionandForeignExchangeearning sandOutgo,(Annexure-I).

b. ReportoftheStatutoryAuditorunderSection139oftheCompaniesAct,2013,(Annexure-II).

c. Report of Secretarial Auditor (Annexure-III).

d. CommentoftheComptrollerandAuditorGeneral ofIndiaundersection143(6) (b)oftheCompaniesAct2013,(Annexure-IV).

Sd/-

Date: 03/08/2026
Place:Sambalpur

(Md. Anzar Alam)
Chairman



Annexure–I

CONSERVATIONOFENERGY,TECHNOLOGYABSORPTIONAND FOREIGN EXCHANGEEARNING&OUTGO

(InformationunderSection134(3)
(m)oftheCompaniesAct,2013readwithrule8(3)theCompanies(Accounts)Rules,2014andformingpartoftheReportoftheDirectors.)

(A) Conservationof energy-

(i) Thestepstakenor impactonconservationofenergy:NIL

(ii) Thestepstakenbythecompanyforutilizingalternatesourcesofenergy:NIL

(iii) Thecapitalinvestmentonenergyconservationequipments:NIL

(B) Technologyabsorption-

(i) Theeffortsmadetowardstechnologyabsorption:NIL

(ii) Thebenefitsderivedlikeproductimprovement,costreduction,productdevelopmentorimportsubstitution:NIL

(iii) Incaseofimportedtechnology(importedduringthelastthreeyearsreckonedfromthebeginningofthefinancialyear)-:NIL

(iv) TheexpenditureincurredonResearchandDevelopment:NIL

(C) ForeignexchangeearningsandOutgo-

TheCompany'shasbeenincorporatedon31st August,2026andtherearenotanytransactionw.r.t.foreign exchangeearningsorOutgo.

(RsinLakhs)

Particulars	2025-26
TotalForeignExchangeReceived(F.O.B.ValueofExport)	-
TotalForeignExchangeused:	
i) Raw Materials	-
ii) ConsumableStores	-
iii) Capital Goods	-
iv) ForeignTravels	-
v) Others	-

Annexure – III

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR 2025-26

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

To,
The Members,
Mahanadi Coal Railway Limited,
M/s. Mahanadi Coalfields Limited,
Corporate Office, MCL HQ, MDF Room,
Po. Jagruti Vihar, Burla,
Sambalpur, Orissa – 768020.
India.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Mahanadi Coal Railway Limited (hereinafter called 'the Company') for the financial year ended 31st March, 2026. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2026, according to the provisions of:

(i) The Companies Act, 2013 (the Act), and the Rules made there under;

(ii) The Companies Act, 1956 and Rules made there under, to the extent for specified sections not yet notified;

(iii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under; Not applicable during the period under review.

(iv) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under; Not applicable during the period under review.

(v) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; Not applicable during the period under review.

(vi) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI Act') - Not applicable during the period under report.

(vii) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 - Not applicable during the period under review.



(viii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 - Not applicable during the period under review.

(ix) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - Not applicable during the period under review.

(x) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999- Not applicable during the period under review.

(xi) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - Not applicable during the period under review.

(xii) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- Not applicable during the period under review.

(xiii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- Not applicable during the period under review.

(xiv) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- Not applicable during the period under review.

2. We have relied on the representation made by the Company and its Officers for systems and mechanism adopted by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The list of major heads/groups of Acts, Laws and Regulations as applicable to the Company like:

a. Factories Act, 1948;
b. Industrial Disputes Act, 1947;
c. Industrial Laws relating to Trade Unions, Apprentices, Industrial employment, Motor transport workers, etc.
d. Acts prescribed related to Mining activities;
e. Labour Laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, bonus, gratuity, provident fund, ESIC, compensation, maternity benefits, labour welfare, etc;
f. Act prescribed under Environment and conservation;
g. Business Laws relating to Contracts, Stamps, Competitions etc.

We further report that:

The Board of Directors of the Company have been duly constituted as required under the provisions of the Act. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

All decisions are carried out unanimously while the dissenting members' views, if any, are captured and recorded as part of the minutes.

We further report that on the basis of documents and explanations provided by the Management, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For Sushanta Pradhan & Associates
Company Secretaries

Sd/-
CS Sushanta Pradhan
M. Number: 29239
C.P Number: 14238
UDIN: A029239H001022946

Date: 01.08.2026
Place: Sambalpur

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



Annexure A

To,
The Members,
Mahanadi Coal Railway Limited,
M/s. Mahanadi Coalfields Limited,
Corporate Office, MCL HQ, MDF Room,
Po. Jagruti Vihar, Burla,
Sambalpur, Orissa – 768020.
India.

Our report of event date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verifications were done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, followed by the Company provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Sushanta Pradhan & Associates
Company Secretaries

Sd/-
CS Sushanta Pradhan
M. Number: 29239
C.P Number: 14238

Date: 01.08.2026
Place: Sambalpur

UDIN:A029239H001022946

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF MAHANADI COAL RAILWAY LIMITED FOR THE YEAR ENDED 31 MARCH 2026

The preparation of financial statements of Mahanadi Coal Railway Limited for the year ended 31 March 2026 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 Audit Report dated 13 April 2026.

I, on behalf of the Comptroller and Auditor-General of India, have decided not to conduct the supplementary audit of the financial statements of Mahanadi Coal Railway Limited for the year ended 31 March 2026 under Section 143(6)(a) of the Act.

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

(Biren D Parmar)
Additional Deputy Comptroller & Auditor General of India

Place: Kolkata
Dated: 05 JUN 2026



INDEPENDENT AUDITOR'S REPORT

To,
The Members of
Mahanadi Coal Railway Limited

Opinion

We have audited the accompanying standalone financial statements of MAHANADI COAL RAILWAY LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2026, the Statement of Profit and Loss, Statement of changes in equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including summary of the significant accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2026 and its profit, changes in Equity and its cash flows for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAS) specified under section 143(10) of the Companies Act, 2013. 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 together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies 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 by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's Report including Annexure to Board's Report, but does not include the financial statements and our auditor's report thereon.
- 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 report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to preparation and presentation of these financial statements that give a true and fair view

of the financial position, financial performance, statement of changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued there under. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safe guarding 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, management and Board of Directors is responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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 Standard on Auditing specified under section 143(10) will always detect a material misstatement when it exists. Misstatement scan 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 based on these financial statements.

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

- Identify and assess the risks of material misstatement of the 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure, and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the under lying 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 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 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-1", a statement on the matters specified in paragraphs 3 and 4of the Order.

2. We are enclosing our report in terms of section 143(5) of the Act, based on such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us in the "Annexure-2" on the directions and sub directions issued by Comptroller and Auditor General of India.

3. As required by Section 143(3) of the Act, we report that:

i. 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 of the **aforesaid** Ind AS Financial Statements.

ii In our opinion, proper books of account as required by have been kept by the Company so far as it appears from our examination of those books.

iii. The Balance Sheet, the Statement of Profit and Loss, the statement of changes in Equity and the Statement of Cash flow dealt with by this Report are in agreement with the relevant books of account.

iv. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

V. We are informed that the provision of section 164(2) of the Act in respect of disqualification of the directors are not applicable to the company, being a Government Company in the terms of notification no G.S.R 463(E) dated 5th June 2015, issued by the Ministry of Corporate Affairs.

vi 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-3". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

vii. 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, 2021, in our opinion and to the best of our information and according to the explanations given to us:

a. As explained to us the Company does not have any pending litigation which would impact its financial position.

b. As explained to us the Company has not entered

into any derivative contracts and the Company has not foreseen any material losses on long term contracts, hence no provision has been made on this account.

c. The Company is not required to transfer any amount to Investor Education & Protection fund as required under section 125(2) of the Companies Act, 2013, the delay in transferring any amount to the Fund does not arise.

d. As informed to us by the Company, the Company does not have any long term contracts having material foreseeable losses as such the Company has not made any provision for such losses.

(iv) (a) The management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts to the financial statements, if any, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(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) The management has represented to us, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts to the Financial Statements, if any, no funds have been received by the Branch from any person(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.

(c) Based on the information and explanation given to us and audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations made by the management and as mentioned under sub-clause (iv) (a) and (iv) (b) above contain any material misstatement.

(v) The Company has not declared or paid dividend during the period. The provisions of subsection (1) and (4) of section 123 of the Act are not applicable to the government Company vide notification no. GSR463(E), dated 5th June 2015.

(vi) Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. During verification on test checks basis it is observed that the company has retained the record for the financial year ended March 31, 2026.

For Mishra Badhai & Associates
Chartered Accountants.
FRN:320053E
Sd/-
[S K BADHAI]
Partner
M. No. 054940

Date: 13/04/2026
Place: Sambalpur
UDIN: 26054940CYTDN18606



Annexure-1 to the Independent Auditor's Report

Statement referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Mahanadi Coal Railway Limited on the Ind AS financial statements for the year ended 31st March, 2026, we report that:

(i) In respect of Company's Property, Plant and Equipment and Intangible Assets:

a) The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment and relevant details of right-of-use assets in Excel Sheet.

b) As per information available the Property Plant and Equipment and right-of-use assets of the company have physically verified by the management during the year and no material discrepancy was noticed on such verification and in our opinion the periodicity of such physical verification is reasonable having regard to the size of the Company and nature of its assets.

c) According to the information and explanations given to us the company does not hold any immovable property and hence no title deeds are held.

d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

e) No proceedings have been initiated during the year or are pending against the Company as at 31st March 2026 for holding any benami property under Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.

(ii)a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.

b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, during the year, in respect of which:

a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.

b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are prima facie, not prejudicial to the Company's interest.

c) In respect of loans granted, the schedule of repayment of principal and payment of interest has been stipulated and repayments of principal amounts and receipts of interest are generally been regular as per stipulation.

d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence reporting under clause 3(iii)(f) is not applicable.

The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms Limited Liability Partnerships or any other parties.

iv) As per the information and explanations given to us and on the basis of examination of the records the company, the company has not granted any loans/ investments/ guarantees/ security hence reporting in respect of compliance of section 185 and 186 of the Companies Act, 2013 does not arise.

(v) The Company has not accepted any deposit within the meaning of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Hence reporting under clause 3(v) of the Order is not applicable.

(vi) The company has commenced any business/service and the provision of 3(vi) of the Order not applicable to the company.

(vii) In respect of statutory dues:

a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs duty, Excise duty, Value added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There is no disputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at 31st March, 2026 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income tax, sales tax, Goods and Service Tax, customs duty, central excise duty and value added tax which has not been deposited on account of any dispute.

SL. No	Name of the Statute	Nature of Dues	Amount in Rs	Period to which Amount relates	Forum where dispute is pending
1.	Goods and Service tax	GST ITC and Interest and Penalty	82.81 Lakhs	2018-19	Additional Commissioner of CT & GST (Appeal), Bhubaneswar

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under Income Tax Act, 1961.

ix) a) The company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix) (a) of the Order is not applicable.

b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix) (c) of the Order is not applicable.

d) The Company has not raised any funds on short term basis during the year hence, reporting under clause 3(ix) (d) of the Order is not applicable.

e) On an overall examination of the financial statements of the Company. the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.

(x) a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debenture (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) a) No fraud by the Company and material fraud on the Company has been noticed or reported during the year.

b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to date of this

report.

c) As per the information and explanations provided to us by the Company no whistle blower complaints has been received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.

(xii) The Company is not a Nidhi company hence reporting under clause (xii) of the Order is not applicable.

(xiii) The company being a Central government-controlled enterprise and having related party transactions has disclosed relevant particulars as required under Paragraph 26 of Ind AS 24.

(xiv) a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;

b) We have considered the reports of the Internal Auditors for the period under audit.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, clause (xv) of paragraph 3 of the said order is not applicable to the Company.

(xvi) According to the information and explanations given to us, the provisions of Section 45-1 A of the Reserve Bank of India Act, 1934 are not applicable to the Company and hence reporting under clause 3(xvi)(a), (b), (c) and (d) of the Order is not applicable.

(xvii) The company has already commenced business. It has generated cash profit during the financial year covered by our audit and also in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payments of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when the fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when the fall due.

(xx) The provisions of section 135 of the Companies Act, 2013 regarding Corporate Social Responsibility (CSR) are not applicable to the Company. Hence reporting under clause 3(xx)(a) and (b) of the Order is not applicable.

For Mishra Badhai & Associates
Chartered Accountants.
FRN:320053E
sd/
[S K BADHAI]
Partner
M. No. 054940

Date: 13/04/2026
Place: Sambalpur
UDIN: 26054940CYTDNI8606

Annexure-2 to the Independent Auditor's Report

Directions under Section 143 (5) of the Companies Act, 2013 in connection with the Audit of Accounts for the year 2025-26

Sl. No.	Particulars	Auditors' Reply
1	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	Not Applicable.
2	Whether the company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing organisations empaneled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported?The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	The Company has no system in place to process all the accounting transactions through IT system. It has maintained its accounts using Tally Accounting Software.
3	Whether funds (grants/subsidy etc.) received for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilized as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	The Company has not received any grants/ subsidy for specific schemes from Central/State Government or its agencies.
4	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	Yes, the company has identified the key risk areas. The company has formulated risk management policy to mitigate these risks. This has been disclosed in Note 16: Additional Notes To The Financial Statements For The Year Ended 31.03.2026.

Sl. No.	Particulars	Auditors' Reply
5	Whether the Company is complying with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the applicable rules and regulations of DIPAM (Department of Investment and Public Asset Management), Ministry of Finance, Public Sector Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, Central Electricity Authority, etc. (whichever applicable)? If not, cases of non-compliance may be highlighted.	Not Applicable.

For Mishra Badhai & Associates
Chartered Accountants.
FRN:320053E
sd/
[S K BADHAI]
Partner
M. No. 054940

Date: 13/04/2026
Place: Sambalpur
UDIN: 26054940CYTDNI8606

Annexure-3 to the Independent Auditor's Report

Report on the Internal Financial Controls over financial reporting of under clause (i) of Sub-section 3 of the section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of Mahanadi Coal Railway Limited ('the Company') as of March 31, 2026 in conjunction with our audit of the financial statements of the Company for the year ended and as on 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, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

A Company's internal financial control over financial reporting includes those policies and procedures that (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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the 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.

For Mishra Badhai & Associates
Chartered Accountants.
FRN:320053E

sd/-
[S K BADHAI]
Partner
M. No. 054940

Date: 13/04/2026
Place: Sambalpur
UDIN: 26054940CYTDNI8606

COMPLIANCE CERTIFICATE

We have conducted the audit of accounts of Mahanadi Coal Railway Limited for the year ended 31st March 2026 in accordance with the directions/sub-directions issued by the Comptroller and Auditor General of India under section 143(5) of the Companies Act 2013 and certify that we have complied with all Directions/Sub-Directions issued to us.

For Mishra Badhai & Associates
Chartered Accountants.
FRN:320053E
SD/-
[S K BADHAI]
Partner
M. No. 054940

Date: 13/04/2026
Place: Sambalpur
UDIN: 26054940CYTDNI8606



MAHANADI COAL RAILWAY LIMITED

As on 31st March, 2026

(₹ in lakhs)

Balance Sheet

		NOTE NO.	As at 31.03.2026	As at 31.03.2025
ASSETS				
Non-Current Assets				
Property, Plant and Equipment		3.1	0.44	0.71
Capital work in progress		3.2	-	-
Exploration and Evaluation Assets		3.3	-	-
Intangible Assets		3.4	27,481.21	28,508.54
Intangible Assets under Development		3.5	2,780.01	2,712.92
Financial Assets	Investments	4.1	-	-
	Loans	4.2	-	-
	Other Financial Assets	4.6	-	-
Deferred Tax Assets (Net)		11.2	-	-
Non-Current Tax Assets (Net)		11.1	-	-
Other Non-Current Assets		6.1	9,019.16	8,923.58
TOTAL NON-CURRENT ASSETS			**39,280.82**	**40,145.76**
Current Assets				
Inventories		5.1	-	-
Financial Assets	Investments	4.1	-	-
	Trade Receivables	4.3	551.87	673.31
	Cash and Cash equivalents	4.4	3.50	2.19
	Other Bank Balances	4.5	1,534.97	4,954.51
	Loans	4.2	-	-
	Other Financial Assets	4.6	4.13	7.54
Current Tax Assets (Net)		11.1	47.82	28.00
Other Current Assets		6.2	-	-
TOTAL CURRENT ASSETS			**2,142.28**	**5,665.55**
TOTAL ASSETS			**41,423.10**	**45,811.31**

EQUITY AND LIABILITIES				
Equity				
Equity Share Capital		7.1	9,000.50	9,000.50
Instruments entirely equity in nature		7.1	29,250.00	29,250.00
Other Equity		7.2	290.76	(20.96)
Equity attributable to equityholders of the company			**38,541.26**	**38,229.54**
Non-Controlling Interests		7.3	-	-
TOTAL EQUITY			**38,541.26**	**38,229.54**
Liabilities				
Non-Current Liabilities				
Financial Liabilities	Borrowings	8.1	-	-
	Lease Liabilities	8.2	-	-
	Other Financial Liabilities	8.4	-	-
Provisions		9.1	-	-
Deferred Tax Liabilities (Net)		11.2	130.08	25.78
Other Non-Current Liabilities		10.1	-	-
TOTAL NON-CURRENT LIABILITIES			**130.08**	**25.78**
Current Liabilities				
Financial Liabilities	Borrowings	8.1	-	-
	Lease Liabilities	8.2	-	-
	Trade Payables	8.3		
	Total outstanding dues of micro, small and medium enterprises; and		-	-
	Total outstanding dues of Creditors other than micro, small and medium		1,196.12	949.48
	Other Financial Liabilities	8.4	1,553.91	6,591.39
Other Current Liabilities		10.2	1.74	15.12
Provisions		9.1	-	-
Current Tax Liabilities (Net)		11.1	-	-
TOTAL CURRENT LIABILITIES			**2,751.77**	**7,555.99**
TOTAL EQUITY AND LIABILITIES			**41,423.10**	**45,811.31**

The Accompanying Note No. 1 to 16 form an integral part of the Financial Statements.

For and on behalf of Board of Directors

As per our audit report annexed

Sd/-
(S. K. Behera)
Company Secretary

Sd/-
(S.Pani)
Chief Financial Officer

For Mishra Badhai & Associates
Chartered Accountants
Firm Reg. No. - 322053E

Sd/-
(S. K. Sinha)
CEO/Director

Sd/-
(Keshav Rao)
Chairman

Sd/-
(CA Sushil Kumar Badhai)

Date: 13/04/2026
Place: Sambalpur



MAHANADI COAL RAILWAY LIMITED

For the Year ended 31st March, 2026

Statement of Profit and Loss

(₹ in lakhs)

	Note No.	For the year ended on 31.03.2026	For the year ended 31.03.2025
Revenue from Operations (Net of levies)			
Sales	12.1	-	-
Other Operating Revenue	12.1	2,329.25	2,415.94
Revenue from Operations (Net of levies)		**2,329.25**	**2,415.94**
Other Income	12.2	322.92	300.88
Total Income		**2,652.17**	**2,716.82**
Expenses			
Cost of Materials Consumed	13.1	-	-
Purchase of Stock-in-Trade	13.1(a)	-	-
Changes in inventories of finished goods, Stock-in -Trade and workin-progress	13.2	-	-
Employee Benefits Expense	13.3	89.37	112.78
Finance Costs	13.4	245.51	339.67
Depreciation/Amortization/Impairment	13.5	1,027.57	1,014.71
Stripping Activity Adjustment	13.6	-	-
Contractual Expense	13.7	5.06	10.51
Other Expenses	13.8	868.64	939.34
Total Expenses		**2,236.15**	**2,417.00**
Profit before Share of Joint Venture profit/(loss)		**416.02**	**299.82**
Share of Joint Venture profit/(loss)		-	-
Profit before Tax		**416.02**	**299.82**
Tax Expense	14.1		
Current Tax		-	-
Deferred Tax		104.30	25.78
Total tax expenses		**104.30**	**25.78**
Profit for the Period		**311.72**	**274.04**

Other Comprehensive Income	15.1		
Items that will not be reclassified to profit or loss		-	-
Income tax relating to items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
Income tax relating to items that will be reclassified to profit or loss		-	-
Total Other Comprehensive Income		-	-
Total Comprehensive Income (Comprising Profit and Other Comprehensive Income for the period)		**311.72**	**274.04**
Profit attributable to:			
Owners of the company		311.72	274.04
Non-controlling interest		-	-
		311.72	274.04
Other Comprehensive Income attributable to:			
Owners of the company		-	-
Non-controlling interest		-	-
		-	-
Total Comprehensive Income attributable to:			
Owners of the company		311.72	274.04
Non-controlling interest		-	-
		311.72	274.04
Earnings per equity share (Face value ₹ 10 each):			
Basic		0.35	0.30
Diluted		0.35	0.30

The Accompanying Note No. 1 to 16 form an integral part of the Financial Statements.

For and on behalf of Board of Directors

Sd/-
(S. K. Behera)
Company Secretary

Sd/-
(S.Pani)
Chief Financial Officer

Sd/-
(S. K. Sinha)
CEO/ Director
DIN: 10368492

Sd/-
(Keshav Rao)
Chairman
DIN: 08651284

As per our audit report annexed

For Mishra Badhai & Associates
Chartered Accountants
Firm Reg. No. - 322053E

Sd/-
(CA Sushil Kumar Badhai)
Partner
(Membership No. 054940)

Date: 13/04/2026
Place: Sambalpur

STATEMENT OF CHANGES IN EQUITY

A. EQUITY SHARE CAPITAL

(₹ in lakhs)

As at 31.03.2026

Particulars	Balance as at 01-04-2025	Changes in equity share capital during the current period	Balance as at 31.03.2026
90005000 Equity Shares of ₹ 10/- each fully paid up	9,000.50	-	9,000.50

As at 31.03.2025

Particulars	Balance as at 01-04-2024	Changes in equity share capital during the current year	Balance as at 31.03.2025
90005000 Equity Shares of ₹ 10/- each fully paid up	9,000.50	-	9,000.50

B. Instruments entirely equity in nature (MCL : Rs. 20800 Lakh and IRCON Rs. 8450 Lakh)

-

Particulars	Balance as at 01-04-2025	Changes during the current year	Balance as at 31.03.2026
Instruments entirely equity in nature	29,250.00	-	29,250.00

-

Particulars	Balance as at 01-04-2024	Changes during the current year	Balance as at 31.03.2025
Instruments entirely equity in nature	29,250.00	-	29,250.00

B. OTHER EQUITY

Particulars	Reserves and Surplus				Exchange differences in translating the financial statements of a foreign subsidiary (OCI)	Total
	Capital Redemption reserve	General Reserve	Retained Earnings	OCI - Remeasurement of Defined Benefits Plans (net of Tax)		
Balance as at 01.04.2025	-	-	**(20.96)**	-	-	**(20.96)**
Changes in accounting policy or prior period errors	-	-	-	-		-
Restated Balance as at 01.04.2025	-	-	**(20.96)**	-	-	**(20.96)**
Total Comprehensive Income for the period	-	-	311.72	-		**311.72**
Interim Dividend	-	-	-	-		-
Final Dividend	-	-	-	-		-
Addition during the period	-	-	-	-		-
Adjustments during the period	-	-	-	-		-
Transfer to / from General reserve	-	-	-	-		-
Buy Back of Shares	-	-	-	-		-
Tax on Buy back	-	-	-	-		-
Issue of Bonus Shares	-	-	-	-		-
Balance as at 31.03.2026	-	-	**290.76**	-	-	**290.76**

Particulars	Reserves and Surplus				Exchange differences in translating the financial statements of a foreign subsidiary (OCI)	Total
	Capital Redemption reserve	General Reserve	Retained Earnings	OCI - Remeasurement of Defined Benefits Plans (net of Tax)		
Balance as at 01.04.2024	-	-	**(294.99)**	-	-	(294.99)
Changes in accounting policy or prior period errors	-	-	-	-		-
Restated Balance as at 01.04.2025	-	-	**(294.99)**	-	-	**(294.99)**
Total Comprehensive Income for the year			274.04	-		274.04
Interim Dividend			-			-
Final Dividend			-			-
Addition during the year	-	-	-			-
Adjustments during the year	-	-	-	-		-
Transfer to / from General reserve		-	-			-
Buy Back of Shares						-
Tax on Buy back						-
Issue of Bonus Shares						-
Balance as at 31.03.2025	-	-	**(20.96)**	-	-	**(20.96)**

Refer Note 7.2 for dividend and the nature and purpose of Reserves and Surplus.
The Accompanying Note No. 1 to 16 form an integral part of the Financial Statements.

For and on behalf of Board of Directors

As per our audit report annexed

Sd/-
(S. K. Behera)
Company Secretary

Sd/-
(S.Pani)
Chief Financial Officer

For Mishra Badhai & Associates
Chartered Accountants
Firm Reg. No. - 322053E

Sd/-
(S. K. Sinha)
Director
DIN: 10368492

Sd/-
(Keshav Rao)
Chairman
DIN: 08651284

Sd/-
(CA Sushil Kumar Badhai)
Partner
(Membership No. 054940)

Date: 13/04/2026
Place: Sambalpur

STATEMENT OF CASH FLOW

(₹ in lakhs)

		For the year ended on 31.03.2026	For the year ended 31.03.2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		416.02	299.82
Adjustments for :			
Share of Joint Venture		-	-
Depreciation, amortisation and impairment expenses		1,027.57	1,014.71
Interest and dividend income		(322.92)	(300.88)
Finance Costs		245.51	339.67
(Profit)/Loss on sale of Property, Plant and Equipment		-	-
Liability and provision written back (Net)		-	-
Allowance for trade Receivables		-	-
Other allowances and write off		-	5.48
Stripping Activity Adjustment		-	-
Foreign Exchange rate variance		-	-
Cash flows from operating activities before changes in following assets and liabilities		**1,366.19**	**1,358.81**
Adjustment for :			
Trade Receivables		121.44	694.20
Inventories		-	-
Loans and Advances and other assets		(95.43)	412.13
Financial and Other Liabilities		(5,296.37)	(840.69)
Trade Payables		246.64	794.16
Cash Generated from Operation		**(3,657.53)**	**2,418.60**
Income Tax (Paid)		(19.82)	(19.82)
Net Cash Flow generated from Operating Activities	**(A)**	**(3,677.34)**	**2,398.78**
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for Property, Plant and Equipments and Intangible assets		(67.06)	(920.46)
Sale proceeds from Property, Plant and Equipment		-	-
Addition in Exploration and Evaluation Asset		-	-
Proceeds/(Investment) in Bank Deposit		3,419.54	(1,776.48)
Proceeds/(Investment) in Mutual Fund, Shares etc.		-	-
Payment for Equity in Joint Venture		-	-
Interest from Investment		326.18	296.98
Interest / Dividend received from Mutual Fund		-	-
Investment in Mutual Fund Investments			
Net Cash used in Investing Activities	**(B)**	**3,678.66**	**(2,399.96)**

CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from /(Repayment of) non current borrowings		-	-
Proceeds from /(Repayment of) current borrowings			
Repayment of lease liabilities (including interest)		-	-
Interest paid		-	-
Receipt of Shifting and Rehabilitation Fund		-	-
Dividend paid on Equity shares		-	-
Buyback of Equity Share Capital		-	-
Tax on Buyback of Equity Share Capital		-	-
Net Cash used in Financing Activities	**(C)**	-	-
Net Increase / (Decrease) in Cash and Cash equivalent (A+B+C)		**1.31**	**(1.18)**
Cash and Cash equivalent as at the beginning of the year		**2.19**	**3.37**
Cash and Cash equivalent as at the end of the period		**3.50**	**2.19**
Reconciliation of Cash and Cash equivalents (Refer Note 4.4)			
Cash and Cash equivalents (Net of bank Overdraft)		**3.50**	**2.19**

Components of Cash and Cash Equivalents		
(a) Balances with Banks		
- in Deposit Accounts	-	-
- in Current Accounts	3.50	2.19
- interest bearing (CLTD A/c Etc.)		
- Non- interest bearing		
- in Cash Credit Accounts		
(b) Bank Balances outside India	-	-
(c) ICDs with Primary Dealers	-	-
(d) Cheques, Drafts and Stamps in hand	-	-
(e) Cash in hand	-	-
(f) Cash on hand outside India	-	-
(f) Bank Overdraft	-	-
(g) Others e-procurement account/GeM account/Imprest balances	-	-
Total (Refer note 4.4 and note 8.1 for components of Cash and Cash Equivalents)	**3.50**	**2.19**

1. Reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities:

For the year ended on 31.03.2026

Particulars	Non-current Borrowings*	Finance Lease Liabilities	Current borrowings
Opening balance as at 1 April 2025	-	-	-
Cash flows during the year	-	-	-
Non-cash changes due to:			-
Acquisitions under finance lease	-		
Interest on borrowings	-		
Variation in exchange rates	-		
Transaction costs on borrowings	-		
Closing balance as at 31.03.2026	-	-	-

For the year ended 31 March 2025

Particulars	Non-current Borrowings*	Finance Lease Liabilities	Current borrowings
Opening balance as at 1 April 2024			-
Cash flows during the year	-	-	-
Non-cash changes due to:			
Acquisitions under finance lease	-		
Interest on borrowings	-		
Variation in exchange rates	-		
Transaction costs on borrowings	-		
Closing balance as at 31st March 2025	-	-	-

* Includes current maturities of non-current borrowings and interest accrued thereon, refer Note 8.1

2 The above statement of cash flow is prepared in accordance with the Indirect Method prescribed in Ind AS 7 - 'Statement of Cash flows.'

The Accompanying Note No. 1 to 16 form an integral part of the Financial Statements.

For and on behalf of Board of Directors

As per our audit report annexed

Sd/-
(S. K. Behera)
Company Secretary

Sd/-
(S.Pani)
Chief Financial Officer

For Mishra Badhai & Associates
Chartered Accountants
Firm Reg. No. - 322053E

Sd/-
(S. K. Sinha)
CEO/Director
DIN: 10368492

Sd/-
(Keshav Rao)
Chairman
DIN: 08651284

Sd/-
(CA Sushil Kumar Badhai)
Partner
(Membership No. 054940)

Date: 13/04/2026
Place: Sambalpur

(₹ in lakhs)

	Freehold Land	Other Land[1]	Site Restoration Costs	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Telecommunication	Railway Sidings	Other Mining Infrastructure	Stripping Activity assets	Surveyed off Assets	Rail Corridor	Solar & Other Assets	Total
Gross Carrying Amount:																
As at 1st April, 2024	-	-	-	-	-	33.32	-	4.91				-				38.23
Additions	-	-	-	-	-	-		1.20								1.20
Deletions/Adjustments	-	-	-	-	-	(30.99)		(2.61)								(33.60)
As at 31.03.2025	-	-	-	-	-	2.33	-	3.50	-	-	-	-	-	-	-	5.83
As at 1st April, 2025	-	-	-	-	-	2.33	-	3.50	-	-	-	-	-	-	-	5.83
Additions	-	-	-	-	-	-		-								-
Deletions/Adjustments	-	-	-	-	-	-		(0.70)								(0.70)
As at 31.03.2026	-	-	-	-	-	2.33	-	2.80	-	-	-	-	-	-	-	5.13
Accumulated Depreciation, impairment and Amortisation																
As at 1st April, 2024	-	-	-	-	-	24.78	-	3.49				-				28.27
Charge for the year		-	-	-	-	0.18		1.16								1.34
Deletions/Adjustments		-	-	-	-	(23.17)		(1.32)								(24.49)
As at 31.03.2025	-	-	-	-	-	1.79	-	3.33	-	-	-	-	-	-	-	5.12
As at 1st April, 2025	-	-	-	-	-	1.79	-	3.33	-	-	-	-	-	-	-	5.12
Charge for the period	-	-	-	-	-	0.21		0.02								0.24
Deletions/Adjustments	-	-	-	-	-	-		(0.67)								(0.67)
As at 31.03.2026	-	-	-	-	-	2.01	-	2.68	-	-	-	-	-	-	-	4.69
Net Carrying Amount																
As at 31.03.2026	-	-	-	-	-	0.33	-	0.12	-	-	-	-	-	-	-	0.44
As at 31.03.2025	-	-	-	-	-	0.54	-	0.17	-	-	-	-	-	-	-	0.71

3.1.1 Title deeds of Immovable Properties not held in name of the Company: NIL

1. The company has not revalued its Property, Plant and Equipment and Intangible assets during the current year or previous year.

3.1.3. Movement in accumulated impairment

As at 1st April, 2024	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Charge for the year																-
Deletions/Adjustments																-
As at 31.03.2025	-	-	-	-	-	-	-	-	-	-	-		-	-	-	-
As at 1st April, 2025	-	-	-	-	-	-	-	-	-	-	-		-	-	-	-
Charge for the period																-
Deletions/Adjustments																-
As at 31.03.2026	-	-	-	-	-	-	-	-	-	-	-		-	-	-	-

NOTE 3.2 : CAPITAL WORK IN PROGRESS

(₹ in Lakhs)

	Building (including water supply, roads and culverts)	Plant and Equipment	Railway Sidings	Other Mining infrastructure/Development	Rail Corridor under Construction	Solar Project	Others	Total
Gross Carrying Amount:								
As at 1st April, 2024	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Capitalisation/ Deletions	-	-	-	-	-	-	-	-
As at 31.03.2025	-	-	-	-	-	-	-	-
As at 1st April, 2025	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Capitalisation/ Deletions	-	-	-	-	-	-	-	-
As at 31.03.2026	-	-	-	-	-	-	-	-
Accumulated Impairment								
As at 1st April, 2024	-	-	-	-	-	-	-	-
Charge for the year	-	-	-	-	-	-	-	-
Deletions/Adjustments	-	-	-	-	-	-	-	-
As at 31.03.2025	-	-	-	-	-	-	-	-
As at 1st April, 2025	-	-	-	-	-	-	-	-
Charge for the year	-	-	-	-	-	-	-	-
Deletions/Adjustments	-	-	-	-	-	-	-	-
As at 31.03.2026	-	-	-	-	-	-	-	-
Net Carrying Amount								
As at 31.03.2026	-	-	-	-	-	-	-	-
As at 31.03.2025	-	-	-	-	-	-	-	-

Capital-Work-in Progress (CWIP) (Gross) as on 31.03.2026

2. Overdue for material capital-work-in progress (Gross):

	To be completed in			
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**
Projects in progress:				
Building (including water supply, roads and culverts)	-	-	-	-
Providing and laying main pipeline at OSA colony	-	-	-	-
	-	-	-	-
Plant and Equipments	-	-	-	-
fabrication of 52set goalpost for man riding syst	-	-	-	-
Recov of drive head for installation of man riding	-	-	-	-
	-	-	-	-
Railway Sidings	-	-	-	-
Auto Signalling System from Talcher to Paradeep Port	-	-	-	-
	-	-	-	-
Other Mining infrastructure/Development	-	-	-	-
PIEZOMETER CONSTRUCTION-CMPDI	-	-	-	-
MDO doc. for Orient Mine No.03	-	-	-	-
CONSTN OF 10 NOS BRICK PILLARS OC1&2	-	-	-	-
Construction of UG Strats Bunker at 56L/2DN HR Sec	-	-	-	-
Construction of Piezometers at Orient-CMPDI	-	-	-	-
Rail Corridor under Construction	-	-	-	-
Name of the Project	-	-	-	-
	-	-	-	-
Projects temporarily suspended:	-	-	-	-
Building (including water supply, roads and culverts)	-	-	-	-
Name of the Project	-	-	-	-
Other Mining infrastructure/Development	-	-	-	-
Name of the Project	-	-	-	-
Other Heads..	-	-	-	-
Name of the Project	-	-	-	-
	-	-	-	-
Total	-	-	-	-
	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3.3 : EXPLORATION AND EVALUATION ASSETS

	(₹ in Lakhs) **Exploration and Evaluation Costs**
Gross Carrying Amount:	
As at 1st April, 2024	-
Additions	-
Transfer to PPE/Capital Work in Progress/ Deletions	-
As at 31.03.2025	-
As at 1st April, 2025	-
Additions	-
Transfer to PPE/Capital Work in Progress/ Deletions	-
As at 31.03.2026	-
Accumulated Impairment	
As at 1st April, 2024	-
Charge for the year	-
Deletions/Adjustments	-
As at 31.03.2025	-
As at 1st April, 2025	-
Charge for the year	-
Deletions/Adjustments	-
As at 31.03.2026	-
Net Carrying Amount	
As at 31.03.2026	-
As at 31.03.2025	-

Exploration and Evaluation

1. Ageing schedule Exploration and Evaluation (Gross)

	Amount in Exploration and Evaluation as at				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress:					
Exploration and Evaluation	-	-	-	-	-
Projects temporarily suspended:					
Exploration and Evaluation	-	-	-	-	-
Total	-	-	-	-	-

	Amount in Exploration and Evaluation as at 31.03.2024				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress:					
Exploration and Evaluation	-	-	-	-	-
Projects temporarily suspended:					
Exploration and Evaluation	-	-	-	-	-
Total	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3.4 : INTANGIBLE ASSETS

(₹ in Lakhs)

	Computer Software	Intangible Exploratory Assets	Rail Corridor	Others	Total
Gross Carrying Amount:					
As at 1st April, 2024					-
Additions			29,885.80		29,885.80
Deletions/Adjustments			829.58		829.58
As at 31.03.2025	-	-	30,715.38	-	30,715.38
As at 1st April, 2025	-	-	30,715.38	-	30,715.38
Additions			-		-
Deletions/Adjustments			-		-
As at 31.03.2026	-	-	30,715.38	-	30,715.38
Accumulated Amortisation					
As at 1st April, 2024					-
Charge for the year			1,193.47		1,193.47
Deletions/Adjustments	-	-	1,013.37	-	1,013.37
As at 31.03.2025	-	-	2,206.84	-	2,206.84
As at 1st April, 2025	-	-	2,206.84	-	2,206.84
Charge for the year			1,027.33		1,027.33
Deletions/Adjustments					-
As at 31.03.2026	-	-	3,234.17	-	3,234.17
			0.00	0.00	0.00
Accumulated Impairment					
As at 1st April, 2024					-
Charge for the year					-
Deletions/Adjustments					-
As at 31.03.2025	-	-	-	-	-
As at 1st April, 2025	-	-	-	-	-
Charge for the year			-		-
Deletions/Adjustments					-
As at 31.03.2026	-	-	-	-	-
Net Carrying Amount					
As at 31.03.2026	-	-	27,481.21	-	27,481.21
As at 31.03.2025	-	-	28,508.54	-	28,508.54

1. The company has amortised the assets on straight-line basis over the concession period of 30 years. The company will reviewthe useful life periodically.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3.5 : INTANGIBLE ASSETS UNDER DEVELOPMENT

(₹ in Lakhs)

	Software under Development	Rail Corridor under Development[1]	Total
Carrying Amount:			
As at 1st April, 2024	-	-	-
Additions	-	2,619.62	2,619.62
Capitalisation/ Deletions	-	93.30	93.30
As at 31.03.2025	-	2,712.92	2,712.92
As at 1st April, 2025	-	2,712.92	2,712.92
Additions	-	67.09	67.09
Capitalisation/ Deletions	-		-
As at 31.03.2026	-	2,780.01	2,780.01
Accumulated Impairment			
As at 1st April, 2024	-	-	-
Charge for the year	-	-	-
Deletions/Adjustments	-	-	-
As at 31.03.2025	-	-	-
As at 1st April, 2025	-	-	-
Charge for the year	-	-	-
Deletions/Adjustments	-	-	-
As at 31.03.2026	-	-	-
Net Carrying Amount			
As at 31.03.2026	-	2,780.01	2,780.01
As at 31.03.2025	-	2,712.92	2,712.92

3.5.2. Ageing schedule intangible assets under development

	Amount in Intangible assets under development as at				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress:					
Rail Corridor Under Development	67.09	93.30	235.99	2,383.63	**2,780.01**
Total	**67.09**	**93.30**	**235.99**	**2,383.63**	**2,780.01**

	Amount in Intangible assets under development as at 31-03-2025				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress:					
ERP under Development					-
Rail Corridor Under Development	93.30	235.99	-	2,383.63	2,712.92
Total	**93.30**	**235.99**	**-**	**2,383.63**	**2,712.92**

1. Construction of Rail line is not over due.

NOTES TO THE FINANCIAL STATEMENTS

NOTE - 4.1 : INVESTMENTS

(₹ in lakhs)

	% of Holding	As at 31.03.2026	As at 31.03.2025
NON-CURRENT			
Investment in Co-operative shares (Unquoted)		-	-
Investment in Secured Bonds (Quoted)		-	-
TOTAL		-	-

CURRENT			As at 31.03.2026	As at 31.03.2025
Mutual Fund (Unquoted)	**Units**	**NAV (₹)**		
TOTAL			-	-

4.1.1 Detail of market value of Quoted/Unquoted Investment

	Non-Current		Current	
	As at 31.03.2026	As at 31.03.2025	As at 31.03.2026	As at 31.03.2025
Aggregate amount of unquoted investments:	-	-	-	-
Aggregate of Quoted Investment:	-	-	-	-
Market value of Quoted Investment:	-	-	-	-
Aggregate amount of impairment in value of investments:	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 4.2 : LOANS	**As at 31.03.2026**	**As at 31.03.2025**
NON-CURRENT		
Loans to related parties		
- Secured, considered good	-	
- Unsecured, considered good	-	
- Have significant increase in credit risk	-	
- Credit impaired	-	
	-	-
Less: Allowance for doubtful loans	-	
		-
Loans to body corporate and employees		
- Secured, considered good	-	
- Unsecured, considered good	-	
- Have significant increase in credit risk	-	
- Credit impaired	-	
	-	-
Less: Allowance for doubtful loans[4.2.1]	-	
		-
Deferred Asset on Non Interest Bearing Advance	-	-
TOTAL	-	-
CURRENT		
Loans to related parties		
- Secured, considered good	-	-
- Unsecured, considered good	-	-
- Have significant increase in credit risk	-	-
- Credit impaired	-	-
	-	-
Less: Allowance for doubtful loans[4.2.1]	-	-
	-	-
Loans to other than related parties		
Loans to body corporate and employees		
- Secured, considered good	-	
- Unsecured, considered good	-	-
- Have significant increase in credit risk	-	-
- Credit impaired	-	-
	-	-
Less: Allowance for doubtful loans	-	
TOTAL	-	-

4.2.1 The details of movement in Allowance for doubtful loans balances (Current and Non-Current)

Balance at the beginning of the year	-	-
Recognised during the period	-	-
Utilised during the period	-	-
Balance at the end of the period	-	-

4.2.2 For Loan to related parties - Refer Note 16 - (2)(viii)

NOTE - 4.3: TRADE RECEIVABLES	**As at 31.03.2026**	**As at 31.03.2025**
Secured considered good	-	-
Unsecured considered good	551.87	673.31
Have significant increase in credit risk	-	-
Credit impaired	-	-
	551.87	**673.31**
Less : Allowance for expected credit loss[4.3.1]	-	-
TOTAL	**551.87**	**673.31**



NOTES TO THE FINANCIAL STATEMENTS **(₹ in lakhs)**

4.3.1 The Company has used the practical expedient by computing the expected credit loss allowance based on a provision matrix in determining allowance for credit losses of trade receivables. The provision matrix takes into account historical credit loss experience and forward looking information. The expected credit loss allowance is based on ageing of receivables that are due and the rates used in provision matrix.

The details of movement in allowance for expected credit loss

Balance at the beginning of the year	-	
Recognised during the period	-	-
Utilised during the period	-	
Balance at the end of the period	-	-

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

Trade Receivables ageing schedule

As at 31.03.2026

Particulars	Unbilled dues	Outstanding for following periods from transaction date					Total
		Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good		551.87					551.87
(ii) Undisputed Trade Receivables - which have significant increase in credit risk							-
(ii) Undisputed Trade Receivables – credit impaired							-
(iii) Disputed Trade Receivables– considered good							-
(iv) Disputed Trade Receivables – which have significant increase in credit risk							-
(v) Disputed Trade Receivables – credit impaired							-
Total		**551.87**	**-**	**-**	**-**	**-**	**551.87**
Allowance for expected credit loss							**-**
Expected credit losses (Loss allowance provision) - %		0%	0%	0%	0%	0%	0%

As at 31.03.2025

Trade Receivables ageing schedule		Outstanding for following periods from transaction date					Total
Particulars	Unbilled dues	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good		673.31					673.31
(ii) Undisputed Trade Receivables - which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables – credit							-
(iv) Disputed Trade Receivables– considered good							-
(v) Disputed Trade Receivables – which have significant increase in credit risk							-
(v) Disputed Trade Receivables – credit impaired							-
Total		**673.31**	**-**	**-**	**-**	**-**	**673.31**
Allowance for expected credit loss							**-**
Expected credit losses (Loss allowance provision) - %		0%	0%	0%	0%	0%	0%

NOTE - 4.4 : CASH AND CASH EQUIVALENTS	**As at 31.03.2026**	**As at 31.03.2025**
Balances with Banks		
-in Deposit Accounts	-	-
- in Current Accounts	3.50	2.19
Bank Balances outside India	-	-
ICDs with Primary Dealers[4.4.1]	-	-
Cheques, Drafts and Stamps on hand	-	-
Cash on hand	-	-
Cash on hand outside India	-	-
Others [4.4.2]	-	-
TOTAL	**3.50**	**2.19**

4.1Cash and cash equivalents comprises cash on hand and at bank, sweep accounts and term deposits held with banks with original maturities of three months or less.



NOTES TO THE FINANCIAL STATEMENTS **(₹ in lakhs)**

NOTE - 4.5 : OTHER BANK BALANCES	**As at 31.03.2026**	**As at 31.03.2025**
Balances with Banks		
Deposit accounts	1,534.97	4,954.51
Deposit accounts (For specific purposes [4.5.1])	-	-
TOTAL	**1,534.97**	**4,954.51**

4.5.1 Deposit for specific purposes are bank deposits held under lien/earmarked as per courts order and for other specific purposes.

NOTE - 4.6 : OTHER FINANCIAL ASSETS	**As at 31.03.2026**	**As at 31.03.2025**
NON-CURRENT		
Security Deposit	-	
Less : Allowance for doubtful Security deposits[4.6.1]	-	-
	-	-
Bank Deposits with more than 12 months maturity	-	
Deposit in Bank under Mine Closure Plan[4.6.2]	-	
	-	-
Finance lease receivables[4.6.4]	-	-
Other Deposit and Receivables[4.6.5]	-	
Less : Allowance for doubtful deposits and receivables[4.6.1]	-	
	-	-
TOTAL	-	-

CURRENT	**As at 31.03.2026**	**As at 31.03.2025**
Security Deposit	-	-
Less : Allowance for doubtful Security deposits[4.6.1]	-	-
	-	-
Current Account Balance with HQ, Holding Co. & subsidairies	-	
Less : Allowance for doubtful balances with subsidiaries	-	-
	-	-
Balance with IICM	-	-
Interest accrued	4.13	7.38
Finance lease receivables[5]	-	-
Other Deposit and Receivables	0.00	0.15
Less : Allowance for doubtful deposits and receivables[4.6.1]	-	-
	0.00	**0.15**
TOTAL	**4.13**	**7.54**

4.6.1 The details of movement in Allowance for bad and doubtful deposit and receivables (Current and Non-Current)

Balance at the beginning of the year	-	
Recognised during the period	-	-
Utilised during the perid	-	-
Balance at the end of the period	-	-

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

4.6.4 Lease

Finance Lease

(i) Amounts recognised in profit and loss account in respect of Lease Receivables:

Particulars	As at 31.03.2026	As at 31.03.2025
Lease Income	-	-
Income relating to variable lease payments that do not depend on an index or a rate	-	-
Total	**-**	**-**

(ii) Undiscounted lease payments to be received on an annual basis for a minimum of each of the first five years and for the remaining years:

Particulars	As at 31.03.2026	As at 31.03.2025
Less than One Year	-	-
Between one and two years	-	-
Between two and three years	-	-
Between three and four years	-	-
Between four and five years	-	-
More than five years	-	-
Total	**-**	**-**

Operating Lease

(iii) Amounts recognised in profit and loss account in respect of Lease Receivables:

Particulars	As at 31.03.2026	As at 31.03.2025
Lease Income	-	-
Income relating to variable lease payments that do not depend on an index or a rate	-	-
Total	**-**	**-**

(iv) Undiscounted lease payments to be received on an annual basis for a minimum of each of the first five years and for the remaining years:

Particulars	As at 31.03.2026	As at 31.03.2025
Less than One Year	-	-
Between one and two years	-	-
Between two and three years	-	-
Between three and four years	-	-
Between four and five years	-	-
More than five years	-	-
Total	**-**	**-**

(v) Changes in the carrying value of assets given on Operating Lease as at 31.03.2026

Particular	Net Carrying Value at the beginning of the year	Addition during the year / period	Deletion during the year / period	Net Carrying Value at the closing of the year	Depreciation/ Amortisation for the year
Land	-	-	-	-	-
Building	-	-	-	-	-
Plant and Equipment	-	-	-	-	-
Furniture and Fixtures	-	-	-	-	-
Vehicles	-	-	-	-	-
Office Equipments	-	-	-	-	-
Telecommunication	-	-	-	-	-
Railway Sidings	-	-	-	-	-
Rail Corridor	-	-	-	-	-
Intangible Assets	-	-	-	-	-



NOTES TO THE FINANCIAL STATEMENTS **(₹ in lakhs)**

(vi) Changes in the carrying value of assets given on Operating Lease as at 31.03.2025:

Particular	Net Carrying Value at the beginning of the year	Addition during the year / period	Deletion during the year / period	Net Carrying Value at the closing of the year	Depreciation/ Amortisation for the year
Land	-	-	-	-	-
Building	-	-	-	-	-
Plant and Equipment	-	-	-	-	-
Furniture and Fixtures	-	-	-	-	-
Vehicles	-	-	-	-	-
Office Equipments	-	-	-	-	-
Telecommunication	-	-	-	-	-
Railway Sidings	-	-	-	-	-
Rail Corridor	-	-	-	-	-
Intangible Assets	-	-	-	-	-

4.6.6 For dues from directors - Refer Note 16 - (2)(viii)

NOTE - 5.1 : INVENTORIES	**As at 31.03.2026**	**As at 31.03.2025**
Finished Goods	-	
Goods at Development Projects	-	-
Less: Provision for diminution in value	-	-
	-	-
Stores, Spares and other inventories (net) [5.1.3]	-	-
Less: Provision for slow-moving, non-moving, and obsolete inventories		
	-	-
TOTAL	-	-

5.1.1 The details of movement in provision for diminution in value

Balance at the beginning of the year	-	-
Recognised during the year	-	-
Derecognised during the year	-	-
Balance at the end of the year	-	-

5.1.2 The inventory of stores and spares comprises items that fall into the categories of slow-moving, non-moving, and obsolete. provisions are recognized for these items as per the company's policy.
The details of movement in provisions for slow-moving, non-moving and obsolete Stores, Spares, and other inventories :

Balance at the beginning of the year	-	
Recognised during the period		
Utilised during the period		
Balance at the end of the period	-	-

5.1.3 Other inventories above includes Stock of Workshop Jobs, Stationery, medicine, press jobs etc.

NOTE - 6.1 : OTHER NON-CURRENT ASSETS	**As at 31.03.2026**	**As at 31.03.2025**
Capital Advances	8,914.40	8,915.77
Less : Allowance for doubtful advances [6.1.1]	-	-
	8,914.40	**8,915.77**
Advances other than capital advances		
Other Deposits and Advances	104.75	7.81
Less : Allowance for doubtful deposits [6.1.1]	-	-
	104.75	**7.81**
Advances to related parties	-	-
TOTAL	**9,019.16**	**8,923.58**

Other Deposit advance include MAT credit of Rs. 27.51 for FY 2024-25 and Rs. 69.43 for FY 2025-26.

6.1.1 The details of movement in Allowance for bad and doubtful deposit and receivables (Non-Current)

Balance at the beginning of the year	-	
Recognised during the period	-	-
Utilised during the period	-	-
Balance at the end of the period	-	-

6.1.3 For dues from directors - Refer Note 16 - (2)(viii)

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 6.2: OTHER CURRENT ASSETS	**As at 31.03.2026**	**As at 31.03.2025**
Advances other than capital advances		
Advance payment of statutory dues	-	-
Less : Allowance for doubtful Statutory dues[6.2.1]	-	-
Other Deposits and Advances[6.2.2 and 6.2.3]	-	-
Less : Allowance for doubtful other deposits and advances[6.2.1]	-	-
	-	-
Input Tax Credit receivable[6.2.4]	-	-
TOTAL	-	-

6.2.1 The details of movement in Allowance for bad and doubtful advances and deposits (Current)

Balance at the beginning of the year	-	
Recognised during the period	-	-
Utilised during the period	-	
Balance at the end of the period	-	-

NOTE - 7.1 : EQUITY SHARE CAPITAL	**As at 31.03.2026**	**As at 31.03.2025**
Issued, Subscribed and Paid-up Share Capital		
90005000 Equity Shares of ₹ 10/- each fully paid up (P.Y.90005000 Equity Shares of ₹ 10/- each fully paid up)	9,000.50	9,000.50
TOTAL	**9,000.50**	**9,000.50**
Instruments entirely equity in nature		
Interest Free Loan against aquity contribution (MCL : Rs. 20800 Lakh and IRCON Rs. 8450 Lakh)	**29,250.00**	**29,250.00**
TOTAL	**29,250.00**	**29,250.00**

7.1.1 Shares in the company held by each shareholder holding more than 5% Shares

Name of Shareholder		**No.of Shares Held (Face value of ₹10 each)**		**As on 31.03.2026**		**As on 31.03.2025**	
				% of Total Shares	**% Change during the year**	**% of Total Shares**	**% change during the year**
Mahanadi CoalFields Limited and its nominees		64000000		71.107	0.000	71.107	0.000
IRCON International Limited and its nominees		26000000		28.887	0.000	28.887	0.000

7.1.2 Reconciliation of equity shares outstanding at the beginning and at the end of reporting period:-

Particular	**Number of Share**	**Amount**
Balance as on 31.03.2020	50,000	5,00,000.00
Change during the period ended	-	-
Balance as on 31.03.2021	50,000	5,00,000.00
Change during the period ended	8,99,55,000	89,95,50,000.00
Balance as on 31.03.2022	9,00,05,000	90,00,50,000.00
Change during the period ended	-	-
Balance as on 31.03.2023	9,00,05,000	90,00,50,000.00
Change during the period ended	-	-
Balance as on 31.03.2024	9,00,05,000	90,00,50,000.00
Change during the period ended	-	-
Balance as on 31.03.2025	9,00,05,000	90,00,50,000.00
Change during the period ended		-
Balance As at 31.03.2026	9,00,05,000	90,00,50,000.00

7.1.3 The Company has only one class of equity shares having a face value ₹ 10/- per share. The holders of the equity shares are entitled to receive dividends as declared from time to time and are entitled to voting rights proportionate to their share holding at the meeting of shareholders. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after payment of all preferential amount, in proportionate to there shareholdings.

NOTE - 7.2 : OTHER EQUITY	**As at 31.03.2026**	**As at 31.03.2025**
Capital Redemption reserve	-	-
Capital Reserve	-	-
General Reserve	-	-
Retained Earnings	290.76	(20.96)
Other comprehensive income that will be reclassified to profit or loss	-	-
TOTAL	**290.76**	**(20.96)**



NOTES TO THE FINANCIAL STATEMENTS **(₹ in lakhs)**

(a) Capital Redemption Reserve

	As at 31.03.2026	As at 31.03.2025
Balance at the beginning of the year	-	-
Addition during the period	-	-
Adjustment during the period		
Balance at the end of the period	**-**	**-**

(i) As per Companies Act, 2013 Capital Redemption Reserve is created when company purchases its own share out of free reserve or securities premium, a sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve is utilised in accordance with the provsions of the section 69 of the Companies Act, 2013.

(ii) Details of Capital Redemption Reserve

Particulars	Amount (₹ in	Year
Buyback of Equity Share		
Total	**0**	

(b) Capital Reserve

	As at 31.03.2026	As at 31.03.2025
Balance at the beginning of the year	-	-
Addition during the period	-	-
Issue of Bonus Share	-	-
Adjustment during the period	-	-
Balance at the end of the year	**-**	**-**

(c) General Reserve

	As at 31.03.2026	As at 31.03.2025
Balance at the beginning of the year	-	
Addition during the period	-	-
Adjustment during the period		-
Transfer to / from General reserve	-	
Balance at the end of the period	**-**	**-**

The general reserve is a free reserve that is used from time to time to transfer profits from/to retained earnings for appropriation purposes.

(d) (i) Retained Earnings

	As at 31.03.2026	As at 31.03.2025
Balance at the beginning of the year	(20.96)	(294.99)
Profit for the period	311.72	274.04
Interim Dividend	-	-
Final Dividend	-	-
Adjustment during the year	-	-
Transfer to General reserve	-	-
Balance at the end of the period	**290.76**	**(20.96)**

(d) (ii) Other Comprehensive Income items that will not be reclassified to profit or loss [(i)]

Balance at the beginning of the year	-	-
Other Comprehensive Income during the period	-	-
Share of other comprehensive income/(expense) of joint ventures	-	-
Adjustment during the period	-	-
Balance at the end of the period	**-**	**-**
Total (d(i) + (ii))	**290.76**	**(20.96)**

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

(i) Includes net actuarial gains/(losses) on defined benefit plans (net of tax)
(ii) Retained Earnings are the accumulated profit and loss of the Company earned till date net of appropriations.

(e) Items of other comprehensive income

(Other Comprehensive Income items that will be reclassified to profit or loss)

	As at 31.03.2026	As at 31.03.2025
Exchange differences on translating the financial statements of a foreign operation		
Balance at the beginning of the year	-	-
Other Comprehensive Income during the period	-	-
Share of other comprehensive income/(expense) of joint ventures	-	-
Adjustment during the period	-	-
Balance at the end of the period	-	-

NOTE - 8.1 : BORROWINGS	As at 31.03.2026	As at 31.03.2025
Non-Current		
Term Loans		
From Banks [8.1.1 and 8.1.2]		
Secured	-	
Unsecured	-	-
From Others[8.1.3]		
Secured	-	-
Unsecured	-	-
	-	-
Current		
From Bank		
Secured		
Bank overdrafts	-	-
Other loan from banks	-	-
From Others		
Secured	-	-
Unsecured	-	-
Current maturities of long-term borrowings[8.1.1]	-	-
	-	-

Note - 8.2: LEASE LIABILITIES

Non - Current	As at 31.03.2026	As at 31.03.2025
Balance at the beginning of the year	-	
Additions during the period		
Finance cost accrued during the period		
Payment of lease liabilities		
Balance at the closing of the period	-	-

Current		
Balance at the beginning of the year	-	
Additions during the period	-	
Finance cost accrued during the period	-	
Payment of lease liabilities	-	
Balance at the closing of the period	-	-



NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

8.2.1 Maturity Analysis of Lease Liability on an undiscounted basis (Non-Current and Current):

Particulars	As at 31.03.2026	As at 31.03.2025
Upto 1 Year		
1-5 Years		
More than 5 Years		

8.2.2 Changes in the carrying value of right-of-use assets as at 31.12.25

Particular	Net Carrying Value at the beginning of the year	Addition during the period	Deletion during the period	Net Carrying Value at the closing of the period	Depreciation/ Amortisation for the period
Land					
Building					
Plant and Equipment					
Furniture and Fixtures					
Vehicles					
Office Equipments					
Telecommunication					
Railway Sidings					
Rail Corridor					
Right to Use Assets					

Changes in the carrying value of right-of-use assets as at 31.03.2025

Particular	Net Carrying Value at the beginning of the year	Addition during the period	Deletion during the period	Net Carrying Value at the closing of the period	Depreciation/ Amortisation for the period
Land					
Building					
Plant and Equipment					
Furniture and Fixtures					
Vehicles					
Office Equipments					
Telecommunication					
Railway Sidings					
Rail Corridor					
Right to Use Assets					

Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. Each lease generally imposes a restriction that, unless there is a contractual right for the Company to sublet the asset to another party, the right-of-use asset can only be used by the Company.

With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right of- use asset and a lease liability. Payments made for short-term leases and leases of low value are expensed on a straight-line basis over the lease term.
The Company's significant leasing arrangements include assets dedicated for use under long-term arrangements as given in the above table of Right of Use Assets.

(₹ in lakhs)

8.2.3 Amounts recognised in profit or loss

Particulars	As at 31.03.2026	As at 31.03.2025
Depreciation and amortisation expense for right-of-use assets	-	-
Interest expense on lease liabilities	-	-
Expense relating to short-term leases		
Gain or loss arising from sale and leaseback transaction		
	-	-

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

8.2.4 Total Cash outflow for Leases disclosed in the cash flow statement

Particulars	As at 31.03.2026	As at 31.03.2025
Payment of finance lease liabilities	-	-
Cash Outlow relating to short term leases		
	-	-

NOTE - 8.3 : TRADE PAYABLES	As at 31.03.2026	As at 31.03.2025
Current		
Total outstanding dues of micro, small and medium enterprises	-	-
Total outstanding dues of Creditors other than micro, small and medium enterprises	1,196.12	949.48
TOTAL	**1,196.12**	**949.48**

8.3.1 Trade Payables aging schedule

As at 31.03.2026

			Outstanding for following periods from transaction date				
Particulars	**Unbilled dues**	**Not due**	**Less than 1 year**	**1-2 Years**	**2-3 years**	**More than 3 years**	**Total**
i) MSME							-
ii) Others			1,184.54	3.01	8.28	0.28	**1,196.12**
iii) Disputed dues -MSME							-
iv) Disputed dues -Others							-
v) Unbilled dues							-
Total		**-**	**1,184.54**	**3.01**	**8.28**	**0.28**	**1,196.12**

As at 31.03.2025

			Outstanding for following periods from transaction date				
Particulars	**Unbilled dues**	**Not due**	**Less than 1 year**	**1-2 Years**	**2-3 years**	**More than 3 years**	**Total**
i) MSME							-
ii) Others			938.76	2.51	8.21		**949.48**
iii) Disputed dues -MSME							-
iv) Disputed dues -Others							-
v) Unbilled dues							-
Total			**938.76**	**2.51**	**8.21**	**-**	**949.48**

NOTE - 8.4 : OTHER FINANCIAL LIABILITIES	As at 31.03.2026	As at 31.03.2025
NON-CURRENT		
Deposits from Contractors & Others	-	-
Others	-	-
TOTAL	**-**	**-**
CURRENT		
Current Account with MCL	974.29	5,438.46
Current Account of IRCON	404.67	722.07
Deposits from Contractors & Others	1.58	1.58
Earnest Money	0.60	0.60
Payable for Capital Expenditure	114.44	114.44
Liability for Employee Benefits	8.92	9.43
Others[8.4.2 & 8.4.3]	49.41	304.82
TOTAL	**1,553.91**	**6,591.39**

NOTE - 9.1 : PROVISIONS	As at 31.03.2026	As at 31.03.2025
NON-CURRENT		
Employee Benefits		
Gratuity	-	-
Leave Encashment	-	-
Post Retirement Medical Benefits	-	-
Other Employee Benefits	-	-
	-	-
Other Provisions		
Others	-	-
TOTAL	**-**	**-**



NOTES TO THE FINANCIAL STATEMENTS **(₹ in lakhs)**

CURRENT		
Employee Benefits		
Gratuity	-	-
Leave Encashment	-	-
Post Retirement Medical Benefits	-	-
Ex- Gratia	-	-
Performance Related Pay	-	-
Other Employee Benefits[9.1.4]	-	-
	-	-
Site Restoration/ Mine Closure	-	-
Other Provisions		
Others	-	-
TOTAL	-	-

9.1.1 The details of movement in Provisions (Current and Non-Current)

	Balance at the beginning of the year	charged during the period	Utilised during the period	Balance at the end of the period
Ex- Gratia	-	-	-	0.00
Performance Related Pay	-	-	-	0.00
Other Employee Benefits	-	-	-	0.00
Others	-	-	-	0.00

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 10.1 : OTHER NON CURRENT LIABILITIES	**As at 31.03.2026**	**As at 31.03.2025**
Deferred Income (Government Grant)	-	
Others	-	
TOTAL	**-**	**-**

NOTE - 10.2 : OTHER CURRENT LIABILITIES	**As at 31.03.2026**	**As at 31.03.2025**
Statutory Dues	1.74	15.12
Advance from customers / others	-	
Deferred Income (Government Grant)	-	
Others liabilities[2]	-	-
TOTAL	**1.74**	**15.12**

10.2.1 Management anticipates that no additional future liabilities, including interest, will arise beyond those disclosed in the financial statements.

NOTE - 11.1 : TAX ASSETS/LIABILITIES

	As at 31.03.2026	**As at 31.03.2025**
Income Tax Assets		
Balance at the beginning of the year	28.00	8.18
Deposits including TDS Receivables/ (Refund) during the year	89.25	19.82
Set off to Income tax liabilities after completion of assessment (contra adjustment)		
Balance at the Closing of the period	117.25	28.00
Income Tax Liabilities		
Balance at the beginning of the year	-	
Recognised during the period (Refer 14.1 & 15.1)	69.43	-
Reversal/Adjustment during the period	-	-
Balance at the Closing of the period	69.43	
Net income tax asset/(liabilities) at the end	**47.82**	**28.00**
Disclosed as:		
Non Current		
Income Tax Assets (net)	-	-
Income Tax Liabilities (net)	-	-
Current		
Income Tax Assets (net)	47.82	28.00
Income Tax Liabilities (net)	-	-
	47.82	**28.00**



NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 11.2 : DEFERRED TAX ASSETS/LIABILITIES

	Balance as on 01.04.2025	Recognised/ (reversed) in profit and loss during the period	Recognised in other comprehen sive income during the period	Balance as on 31.03.2026
Deferred Tax Assets:				
Provision for Doubtful Advances, Claims and Debts				-
Employee Benefits				-
Others	2,761.72	733.62		3,495.34
TOTAL OF (A)	**2,761.72**	**733.62**	**-**	**3,495.34**
Deferred Tax Liability:				
Related to Property, Plant and Equipment and Intangible assets	2,787.50	837.92	-	3,625.42
Others			-	
TOTAL OF (B)	**2,787.50**	**837.92**	**-**	**3,625.42**
Net Deferred Tax Asset/ (Deferred Tax Liability) (C= A-B)	**(25.78)**	**(104.30)**	**-**	**(130.08)**
D. Remeasurement of Defined benefit PlanD ? TL(+)/DTA(-)	-			-
Net Deferred Tax Asset/(Liability) (E=C+D)	**(25.78)**	**(104.30)**	**-**	**(130.08)**

Disclosed as:	**As at 31.03.2026**	**As at 31.03.2025**
Deferred Tax Assets		
Deferred Tax Liability	(130.08)	(25.78)
Net Deferred Tax Liability	**130.08**	**25.78**

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 12.1 : REVENUE FROM OPERATIONS	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Sales		
Sales	-	-
Less: Statutory Levies	-	-
Sales (Net) (A) 12.1.1, 12.1.2 and 12.1.3	-	-
Other Operating Revenue		
Subsidy for Sand Stowing and Protective Works	-	-
Loading and additional transportation charges	-	-
Less : Statutory Levies	-	-
	-	-
Evacuation Facility Charges		
Less: Statutory Levies		
	-	-
Revenue from other services 1(USER FEES)	2,329.25	2,415.94
Less: Statutory Levies	-	-
	2,329.25	**2,415.94**
Other Operating Revenue (Net) (B)	**2,329.25**	**2,415.94**
Revenue from Operations (A+B)	**2,329.25**	**2,415.94**

1 Revenue from Services includes User fees recognised on estimation basis amounting to of ₹ 551.87 lakhs (PY ₹673.31 lakhs), as the performance obligation is satisfied i.e. transaction of rake movement has already happened for the last 2 months of CY and the estimate is prepared based on available information of past period and there

NOTE - 12.2 : OTHER INCOME	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Interest Income[12.2.1]	322.92	300.88
Dividend Income from Mutual funds	-	-
Other non-operating income (net of expenses directly attributable to such income)		
Profit on Sale of Assets	-	-
Gain on Foreign Exchange Transactions	-	-
Gain on Sale of Mutual Fund	-	-
Lease Rent[12.2.2]	-	-
Provision written back[12.2.2]	-	-
Liabilities written back	-	-
Fair value changes (Net)	-	-
Miscellaneous Income[12.2.3]	-	-
TOTAL	**322.92**	**300.88**



NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

12.2.2 Details of provision written back		
For loans to body corporate and employees (4.2.1)	-	-
For trade receivables (4.3.1)	-	-
For financial deposits and receivables (4.6.1)	-	-
For coal and store inventories (5.1.1 and 5.1.2)	-	-
For other non current deposits and advances (6.1.1)	-	-
For other current deposits and advances (6.2.1)	-	-
Total provision written back during the period/year	-	-

NOTE - 13.1 : COST OF MATERIALS CONSUMED	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Explosives	-	
Timber	-	
Oil and Lubricants	-	
HEMM Spares	-	
Other Consumable Stores and Spares	-	
TOTAL	-	-

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

NOTE - 13.1(a) : Purchase of Stock-in-Trade		
Purchase of Stock-in-Trade	-	-

NOTE - 13.2 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Change in Inventory of coal		
Stock at the beginning of the year	-	
Opening Stock brought to Revenue	-	-
Stock at the closing of the year	-	
	-	-
Change in Inventory of workshop and press Jobs		
Stock at the beginning of the year	-	
Stock at the closing of the year	-	
	-	-
TOTAL	-	-

NOTE - 13.3 : EMPLOYEE BENEFITS EXPENSES	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Salary and Wages[13.3.1 & 13.3.2]	89.37	112.78
Contribution to Provident Fund and Other Funds	-	-
Staff welfare Expenses	-	-
TOTAL	**89.37**	**112.78**

NOTE - 13.4 : FINANCE COSTS	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Interest Expenses		
Unwinding of discounts	-	-
Fair value changes (net)	-	-
Other Borrowing Costs[13.4.1]	245.51	339.67
TOTAL	**245.51**	**339.67**



NOTE - 13.5: Depreciation/Amortization/Impairment	For the year ended on 31.03.2026	For the year ended 31.03.2025
Depreciation/Amortization/Impairment		
Property , Plant And Equipment (Note 3.1)	0.24	1.34
Capital Work In Progress (Note 3.2)	-	-
Exploration And Evaluation Assets (Note 3.3)	-	-
Intangible Assets (Note 3.4)	1,027.33	1,013.37
Intangible Assets Under Development (Note 3.5)	-	-
	1,027.57	1,014.71
Less:		
Transferred to expenditure during development of coal mines	-	
TOTAL	**1,027.57**	**1,014.71**

NOTE - 13.7: CONTRACTUAL EXPENSES	For the year ended on 31.03.2026	For the year ended 31.03.2025
Transportation Charges	-	-
Wagon Loading	-	-
Hiring of Plant and Equipments	-	-
Other Contractual Work	5.06	10.51
TOTAL	**5.06**	**10.51**

NOTE - 13.8 : OTHER EXPENSES	For the year ended on 31.03.2026	For the year ended 31.03.2025
Power Expense	5.75	6.47
Repairs and Maintenance		
-Building	-	-
-Plant and Equipment	-	-
-Others (Maintainance of Rail Assets)	851.94	892.77
Travelling expenses	-	-
Training Expenses	-	-
Telephone and Internet	0.23	0.10
Advertisement and Publicity	-	-
Freight Charges	-	-
Demurrage	-	-
Under Loading Charges	-	-
Coal Sampling Charges	-	-

NOTES TO THE FINANCIAL STATEMENTS

MAHANADI COAL RAILWAY LIMITED
(₹ in lakhs)

Security Expenses	-	-
Legal Expenses	-	-
Service Charges of CIL	-	-
Consultancy Charges	1.31	1.74
Service Charges (CMPDI)	-	-
Loss on Sale/Discard/Surveyed of Assets	-	-
Auditor's Remuneration and Expenses		
For Audit Fees	0.99	1.00
For Taxation Matters	0.30	0.30
For Other Services	0.72	0.71
For Reimbursement of Expenses.	1.00	1.00
Internal and Other Audit Expenses	0.57	0.57
Rehabilitation Charges	-	-
Lease Rent and Hiring Charges[1]	-	17.57
Rates and Taxes	-	-
Insurance	-	-
Loss on Exchange rate variance	-	-
Other Rescue/Safety Expenses	-	-
Siding Maintenance Charges	-	-
Research , Development and Survey expenses	-	-
Environmental and Tree Plantation Expenses	-	-
Expenses on Buyback of shares	-	-
Corporate Social Responsibility expenses[13.4.2]	-	-
Donations, Rewards and Grant	-	-
Provisions[13.4.1]	-	-
Write off (Net of Write back of provisions recognized earlier)	-	5.48
Miscellaneous expenses	5.84	11.63
TOTAL	**868.64**	**939.34**



NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

13.4.1 Details of provisions		
For loans to body corporate and employees (4.2.1)	-	-
For trade receivables (4.3.1)	-	-
For financial deposits and receivables (4.6.1)	-	-
For coal and store inventories (5.1.1 and 5.1.2)	-	-
For other non current deposits and advances (6.1.1)	-	-
For other current deposits and advances (6.2.1)	-	-
Total provision written back during the period/year	-	-

ZA

NOTE - 14.1 : TAX EXPENSE	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Current Year	69.43	
Earlier Years	-	-
Total current tax	**69.43**	**-**
Deferred tax	104.30	25.78
MAT Credit Entitlement	(69.43)	
TOTAL	**104.30**	**25.78**
14.1.1 Reconciliation of Tax Expenses:		
Profit/(Loss) before tax	416.02	299.82
At income tax rate of 25.168%	104.70	75.46
Less: Tax on exempted Income		
Add: Tax on non-deductible expenses/(Additional expenses allowed for tax purpose)	(104.70)	(75.46)
Adjustment for Tax under MAT provisions	-	-
Adjustment for earlier year tax	-	-
Income Tax Expenses reported in statement of Profit and Loss	-	-
Effective income tax rate :	**0.00%**	**0.00%**

NOTE - 15.1 : OTHER COMPREHENSIVE INCOME	**For the year ended on 31.03.2026**	**For the year ended 31.03.2025**
Items that will not be reclassified to profit or loss		
Remeasurement of defined benefit plans[1]	-	
	-	-
Income tax relating to items that will not be reclassified to profit or loss		
Remeasurement of defined benefit plans	-	

NOTES TO THE FINANCIAL STATEMENTS

(₹ in lakhs)

	-	-
Items that will be reclassified to profit or loss		
Share of OCI in Joint ventures	-	
Exchange differences in translating the financial statements of a foreign operation	-	-
	-	-
Income tax relating to items that will be reclassified to profit or loss		
Share of OCI in Joint ventures	-	-
	-	-
TOTAL	-	-

NOTE – 16: ADDITIONAL NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2026

1 a) Contingent Liabilities

I. Claims against the Company not acknowledged as debt (to the extent not provided for)

(₹ in lakhs)

	Central Government	State Government and Local authorities	Central Public Sector Enterprises	Others	Total
Opening as on 01.04.2025	-	-	-	-	-
Addition during the period					-
Claim settled during the period:					
a. From Opening Balance					-
b. Out of addition during the period					-
Closing as on 31.03.2026	-	-	-	-	-

(₹ in lakhs)

	Central Government	State Government and Local authorities	Central Public Sector Enterprises	Others	Total
Opening as on 01.04.2024					-
Addition during the period					-
Claim settled during the period:					
a. From Opening Balance					-
b. Out of addition during the period					-
Closing as on 31.03.2025	-	-	-	-	-

(₹ in lakhs)

Contingent Liability			
Sl. No.	**Particulars**	**31.03.2026**	**31.03.2025**
1	**Central Government**		
	Income Tax		
	Central Excise		
	Clean Energy Cess		
	Central Sales Tax		
	Service Tax		
	Others (GST 2018-19)	82.81	
	Sub-Total	**82.81**	**-**
2	**State Government and Local Authorities**		
	Royalty		
	Environment Clearance		
	Sales Tax/VAT		
	Entry Tax		

	Electricity Duty MADA Others		
	Sub-Total	**-**	**-**
3	**Central Public Sector Enterprises** Arbitration Proceedings Suit against the company under litigation Others(Please Specify)		- - -
	Sub-Total	**-**	**-**
4	**Others: (If any)** Miscellaneous - Land and Others Employee Related Etc.		
	Sub-Total	**-**	**-**
	Total	**82.81**	**-**

Contingent Assets: A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. During the normal course of business, several unresolved claims are currently outstanding. The inflow of economic benefits, in respect of such claims cannot be measured due to uncertainties that surround the related events and circumstances.

II. Guarantee

As on 31.03.2026 Bank guarantee issued is ₹ 0.00 lakhs (P.Y.₹0.00 lakhs).

III. Letter of Credit

As on 31.03.2026 outstanding letter of credit is Nil (P.Y. Nil).

b) Commitments

i) Capital Commitments:

Estimated amount of contracts remaining to be executed on capital account and not provided is NIL.

ii) Uncalled liability on shares and other investments partly paid: ₹ Nil (P.Y. Nil)

iii) Other Commitments: ₹Nil (PY Nil)

2 Related Party informations

a) Group Information

i) Promoter companies

S.no.	Name of Entity	Principal activities	Country of Incorporation	% Equity Interest	
				31.03.2026	31.03.2025
1	Mahanadi Coalfields Limited	Coal mining	India	71.107	71.107
2	IRCON International Ltd	Rail Infrstructure and consultancy	India	28.887	28.887

ii) Joint Venture Companies

S.No.	Name of Entity	Principal activities	Country of Incorporation	% Equity Interest	
				31.03.2026	31.03.2025
1					

Outstanding balances as on and transations for the period then ended

(₹ in lakhs)

2 Related Party informations

a) Group Information

i) Promoter companies

S.no.	Name of Entity	Principal activities	Country of Incorporation	% Equity Interest	
				31.03.2026	31.03.2025
1	Mahanadi Coalfields Limited	Coal mining	India	71.107	71.107
2	IRCON International Ltd	Rail Infrstructure and consultancy	India	28.887	28.887

ii) Joint Venture Companies

S.No.	Name of Entity	Principal activities	Country of Incorporation	% Equity Interest	
				31.03.2026	31.03.2025
1					

Outstanding balances as on and transations for the period then ended

(₹ in lakhs)

Name of Related Parties	Apex Charges	Rehabilitation Charges	Dividend Paid	Sale of Assets	Interest on Current account balance	Others (Witheld from contracts)	Current Account Balances Payables
Mahanadi Coalfields Ltd					266.18	-	974.29
IRCON International Ltd					46.42	49.40	404.67
Total	-	-	-	-	312.60	49.40	1,378.96

iii) Key Managerial Personnel

Name	Designation	w.e.f.
Shri Keshav Rao	Chairman	01.11.2023
Shri A. K. Behura	Director	01.11.2023
Shri S. K. Sinha	Director	21.07.2023
Shri S. K. Sethi	Director	01.11.2023
Smt. Ragini Advani	Director	21.07.2022
Shri A K Mishra	Director	09.01.2026
Shri Priyaranjan Parhi	Director	09.05.2022
Shri S. K. Sinha	CEO	19.12.2025
Shri S. Pani	CFO	19.05.2025
Shri S. K. Behera	Company Secretary	28.06.2022

iv) Remuneration of Key Managerial Personnel

(₹ in lakhs)

Sl. No.	Payment to CMD, Whole Time Directors and Company Secretary	31.03.2026	31.03.2025
i)	Short Term Employee Benefits		
a.	Payment to Chairman cum Managing Directors, Whole Time Directors, Chief Financial Officer and Company Secretary	4.86	6.30
b.	Sitting Fees to Independent Directors	-	-
ii)	Post-Employment Benefits	-	-
iii)	Other Long-term Benefits		
iv)	Termination Benefits		
v)	Share Based Payment		
	TOTAL	**4.86**	**6.30**

Note:

V) Balances Outstanding with Key Managerial Personnel

(₹ in lakhs)

Sl. No.	Particulars	31.03.2026	31.03.2025
i)	Amount Payable	-	-
ii)	Amount Receivable	-	-

VI) No Trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or member. Further there is no loans to related parties (Directors, Key Managerial Persons and others).

3 Others

a) Authorised Capital

(Lakhs)

	31.03.2026	31.03.2025
10,00,00,000 Equity Shares of ₹ 10/- each fully paid up	10,000.00	10,000.00



4 Fair Value Measurement

(a) Financial Instruments by Category

(₹ in lakh)

	31.03.2026		31.03.2025	
	FVTPL	AMORTISED COST	FVTPL	AMORTISED COST
Financial Assets				
Investments :		-		
-Equity Component		0		0
-Debt Component		0		0
Secured Bonds		-		
Mutual Fund/ ICD		-		
Loans		-		-
Deposits & Receivable		4.13		7.54
Trade receivables*		551.87		673.31
Cash & cash equivalents		1,538.47		4,956.70
Financial Liabilities				
Borrowings		-		-
Trade payables		1,196.12		949.48
Security Deposit and Earnest money		2.18		2.18
Lease Liabilities		-		-
Other Liabilities		1,551.73		6,589.22

(b) Fair value hierarchy

Table below shows judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at

Financial assets and liabilities measured	31.03.2026		31.03.2025	
	Level 1	Level 3	Level 1	Level 3
Financial Assets at FVTPL				
Investments :				
Mutual Fund/ ICD				

Financial assets and liabilities measured	31.03.2026		31.03.2025	
	Level 1	Level 3	Level 1	Level 3
Financial Assets				
Investments* :		-		
Preference Shares		-		
-Equity Component				0
-Debt Component				0
Secured Bonds		-		
Loans		-		
Deposits & receivable		4.13		7.54
Trade receivables*		551.87		673.31
Cash & cash equivalents		1,538.47		4,956.70
Other Bank Balances		-		
Financial Liabilities				
Borrowings		-		-
Trade payables		1,196.12		949.48
Security Deposit and Earnest money		2.18		2.18
Lease Liabilities		-		-
Other Liabilities		1,551.73		6,589.22

A brief of each level is given below.
Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes Mutual fund which is valued using closing Net Asset Value (NAV) as at the reporting
date.
Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data andi rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.
Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for investments, security deposits and other liabilities included in level 3.

(c) Valuation technique used in determining fair value
Valuation techniques used to value financial instruments include the use of quoted market prices (NAV) of instruments in respect of investment in Mutual Funds.

(d) Fair value measurements using significant unobservable inputs
At present there are no fair value measurements using significant unobservable inputs.

(e) Fair values of financial assets and liabilities measured at amortised cost
The carrying amounts of trade receivables, short term deposits, cash and cash equivalents, trade payables are considered to be the same as their fair values, due to their short-term nature.

The Company considers that the Security Deposits does not include a significant financing component. The security deposits coincide with the company's performance and the contract requires amounts to be retained for reasons other than the provision of finance. The withholding of a specified percentage of each milestone payment is intended to protect the interest of the company, from the contractor failing to adequately complete its obligations under the contract. Accordingly, transaction cost of Security deposit is considered as fair value at initial recognition and subsequently measured at amortised cost.

Significant estimates: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a method and makes suitable assumptions at the end of each reporting period.

5 Details of delayed payments to Micro, Small and Medium Enterprises as defined underthe MSMED Act -2006.

Sl. No	Particulars	As on	
		March 31, 2026	March 31,2025
1	Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0	0
2	Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0	0
3	Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	0	0
4	MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	0	0
5	Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	0	0
6	Interest due and payable towards suppliers registered under MSMED Act, for payments already made	0	0
7	Further interest remaining due and payable for earlier years	0	0



6 Financial Risk Management

Financial risk management objectives and policies
The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by a risk committee that advises, inter alia, on financial risks and the appropriate financial risk governance framework for the Company. The risk committee provides assurance to the Board of Directors that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized. below.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and Cash equivalents, trade receivables financial asset	Ageing analysis/ Credit rating	Department of Public enterprises (DPE
Liquidity Risk	Borrowings and other liabilities	Periodic cash flows	Availability of committed credit lines and
Market Risk-foreign exchange	Future commercial transactions, recognised financial assets	Cash flow forecast sensitivity analysis	Regular watch and review by senior
Market Risk-interest rate	Cash and Cash equivalents, Bank deposits and mutual funds	Cash flow forecast sensitivity analysis	Department of Public Enterprises (DPE

The Company risk management is carried out by the board of directors as per DPE guidelines issued by Government of India. The board provides written principles for overall risk management as well as policies covering investment of excess liquidity.

A. Credit Risk:

Credit risk management:

Receivables arise mainly out of sale of Coal. Sale of Coal is broadly categorized as sale through fuel supply agreements (FSAs) and e-auction.

Macro-economic information (such as regulatory changes) is incorporated as part of the fuel supply agreements (FSAs) and e-auction terms

Significant estimates and judgments for Impairment of financial assets

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

B. Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Due to the dynamic nature of the underlying businesses, Company treasury maintains flexibility in funding by maintaining availability under. committed credit lines.

Management monitors forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the Company.

C. Market risk

a) Foreign currency risk

Foreign currency risk arises from future commercial transactions and recognised assets or liabilities denominated in a currency that is not the Company's functional currency(INR). The Company is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk in respect of foreign operation is considered to be insignificant. The Company also imports and risk is managed by regular follow up. Company has a policy which is implemented when foreign currency risk becomes significant.

b) Cash flow and fair value interest rate risk

The Company's main interest rate risk arises from bank deposits with change in interest rate, exposes the Company to cash flow interest rate risk. Company policy is to maintain most of its deposits at fixed rate.

Company manages the risk using guidelines issued by Department of Public Enterprises (DPE) on diversification of bank deposits credit limits and other securities.

Employee Benefits: Recognition and Measurement (Ind AS-19)

Employees are deputed from MCL and IRCON. Salary is paid by the parent company and necessary debit are transferred to the company.

7) Other Information

(a) Segment Reporting

The group's main business is development of rail lines and earning apportioned freight called user fees from Indian Railways and related services. All activities of the group revolve around the main business. As such, there are no separate reportable segments for the group.

(b) Earnings per share

Sl. No.	Particulars	For the year ended on 31.03.2026	For the year ended 31.03.2025
i)	Net profit after tax attributable to Equity Share Holders ₹ in lakh	311.72	274.04
ii)	Weighted Average no. of Equity Shares Outstanding	90005000	90005000
iii)	Basic and Diluted Earnings per Share in Rupees (Face value ₹10/- per share) considering net profit after tax	₹ 0.35	₹ 0.30

(c) Insurance and escalation claims

Insurance and escalation claims are accounted for on the basis of admission/final settlement.

(d) Current Assets, Loans and Advances etc.

(e) Balance Confirmations

The value on realisation on current assets, loans and advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance

The Company has a procedure for obtaining periodic confirmation of balances from banks. There are no unconfirmed balances in respect of bank accounts and borrowings

f) Benami Property:

No proceedings have been initiated or pending against the Company under the Benami Transactions (Prohibition) Act, 1988.

g) Returns or statements filled with banks or financial institutions:

The quarterly returns / statement of current assets filed by the Company with banks/financial institutions are generally in agreement with the books of accounts.

h) Wilful Defaulter:

Company has not been declared as a wilful defaulter by any bank or financial institution or any other lender.

i) Relationship with Struck off Companies:



Company has not undertaken any material transactions with struck-off companies.

1) Registration of charges or satisfaction with Registrar of Companies:
No charges or satisfaction is pending for registration with Registrar of Companies beyond the statutory period by the Company.

k) Compliance with number of layers of companies:
The provisions of clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 are not applicable to the Company as per Section 2(45) of the Companies Act, 2013.

m) Compliance with approved Scheme(s) of Arrangements:
There were no scheme of Arrangements approved by the competent authority during the year in terms of sections 230 to 237 of the Companies Act, 2013.

n) Utilisation of Borrowed funds and share premium:
(A) Company has not advanced or loaned or invested any fund to any entity (Intermediaries) with the understanding that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).
(B) Company has not received any fund from any party with the understanding that the Company shall whether, directly or indirectly lend or invest in other entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

o) Crypto Currency or Virtual Currency
Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

p) Undisclosed Income:
Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

9) Ratios

Description	For the Year ended 31.03.2026	For the year ended 31.03.2025	Variance	Reason for variance beyond 25%
(a) Current Ratio: The current ratio indicates a company's overall liquidity position. It is widely used by banks in making decisions regarding the advancing of working capital credit to their clients. Current ratio has been calcualted as Current Assets divided by Current liabilities.	0.7785	0.7498	4%	
(b) Debt-Equity Ratio: Debt-to-equity ratio compares a Company's total debt to shareholders equity. Both of these numbers can be found in a Company's balance sheet. Debt-Equity Ratio has been calculated as total debt divided by Shareholder's Equity.	0.0002	0.0002	0%	
(c) Debt Service Coverage Ratio: Debt Service coverage ratio is used to analyse the firm's ability to pay-off current interest and instalments. Debt Service Coverage Ratio is calculated as Earning available for debt service divided by Debt Service.	6.4552	4.7941	35%	This has resulted due to increase in profit and decrease in borrowing cost

(d) Return on Equity Ratio: It measures the profitability of equity funds invested in the Company. The ratio reveals how profitability of the equity-holders' funds have been utilized by the Company. It also measures the percentage return generated to equity-holders. The ratio is computed as: (Net Profits after taxes less Preference Dividend (if any)) divided by Average Shareholder's Equity	0.0081	0.0072	13%	
(e) Inventory turnover ratio: This ratio also known as stock turnover ratio and it establishes the relationship between the cost of goods sold during the period or sales during the period and average inventory held during the period. It measures the efficiency with which a Company utilizes or manages its inventory. Inventory turnover ratio is calculated as Cost of goods sold OR sales divided by Average Inventory.	-	-	0%	
(f) Trade Receivables turnover ratio: It measures the efficiency at which the firm is managing the receivables. Trade receivables turnover ratio = Net Credit Sales / Avg. Accounts Receivable Net credit sales consist of gross credit sales minus sales return. Trade receivables includes sundry debtors and bills receivables. Average trade debtors = (Opening + Closing balance / 2) When the information about credit sales, opening and closing balances of trade debtors is not available then the ratio can be calculated by dividing total sales by closing balances of trade receivables.	3.80	2.37	61%	Timely realisation of trade receivable as per the terms of concession agreements.
(g) Trade payables turnover ratio: It indicates the number of times sundry creditors have been paid during a period. It is calculated to judge the requirements of cash for paying sundry creditors. It is calculated by dividing the net credit purchases by average creditors.	1.11	1.71	-35%	Due to delay in recovery of O&M charges by East Coast Railway.
(h) Net capital turnover ratio: It indicates a company's effectiveness in using its working capital. The working capital turnover ratio is calculated as follows: net sales divided by the average amount of working capital during the same period. Net capital turnover ratio = Net Sales / Working Capital Net sales shall be calculated as total sales minus sales returns. Working capital shall be calculated as current assets minus current liabilities.	-3.82	-1.28	199%	Revenue from operations increased compared to last year.
(i) Net profit ratio: It measures the relationship between net profit and sales of the business.	0.1338	0.1134	18%	
(j) Return on Capital employed: Return on capital employed indicates the ability of a company's management to generate returns for both the debt holders and the equity holders. Higher the ratio, more efficiently is the capital being employed by the company to generate returns. ROCE = Earning before interest and taxes / Capital Employed Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.0787	0.0909	-13%	



(k) Return on investment (Refer: Note-7): Return on investment (ROI) is a financial ratio used to calculate the benefit received by the company in relation to its investment cost. The higher the ratio, the greater the benefit earned.				
(i) ROI on Equity Investment in Unlisted Subsidiaries: Dividend/Average Investment in Equity of Subs.	0	0	0%	
(ii) ROI on Equity Investment in Joint ventures: ROI = Dividend Received/ Average Investment in Equity of JV	0	0	0%	
(iii) ROI on Fixed Income Investment (Bonds/Debentures etc.) =Interest income/ Average Investment	0	0	0%	
(iv) ROI on Mutual fund = Dividend+Capital gain+Fair value gain(Loss)/Average Investment	0	0	0%	
(v) ROI on depsoits (With Banks, Fis incl ICDs) = Interest income/ Average Investment	0.0994	0.0739	34%	Increase due to increase in FDs interest rate.

8 Miscellaneous Informations

i. Figures for previous year have been regrouped wherever necessary, in order to make them comparable.

ii. Note – 1 and 2 represents Corporate information and Material Accounting Policies respectively, Note 3 to 11 form part of the Balance Sheet and 12 to 13 form part of Statement

Signature to Note 1 to 16

For and behalf of Board of Directors

As per ourAudit report annexed

Sd/-
(S. K. Behera)
Company Secretary

Sd/-
(S.Pani)
Chief Financial Officer

For Mishra Badhai & Associates
Chartered Accountants
Firm Reg. No. - 322053E

Sd/-
(S. K. Sinha)
CEO/Director
DIN: 10368492

Sd/-
(Keshav Rao)
Chairman
DIN: 08651284

Sd/-
(CA Sushil Kumar Badhai)
Partner
(Membership No. 054940)

Date: 13/04/2026
Place: Sambalpur



MCL

MAHANADI COAL RAILWAY LIMITED

(A joint Venture of MCL, IRCON and IDCO)

5th Floor, OSHB Building, Plot No.A/32, Sachivalaya Marg,
Kharavel Nagar, Bhubaneswar Odisha, PIN-751001
Phone : 0674-2532171, Fax : 0674-2536171