

Date: 25.09 .2025

BSE Limited
Corporate Compliance & Listing Centre
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001
Security Code: 537254

Sub.: Intimation under Regulation 30 and 33 of Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 regarding consideration of un-audited financial results for the quarter and six months ended on September 30, 2024 along with the Limited Review Report submitted by the Statutory Auditors of RCI Industries and Technologies Limited (“the Company”).

As the exchange is aware, the Company is undergoing Corporate Insolvency Resolution Process under the provisions of Insolvency and Bankruptcy Code, 2016 and Mr. Brijesh Singh Bhadauriya is appointed as the Resolution Professional.

We refer to the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR Regulations”) and our intimation under regulation 29 of SEBI LODR Regulations dated September 6, 2024. We have vide our earlier communications provided the reasons for delay in submission of financial results.

In this connection, in accordance with Regulation 30 and 33 of the SEBI LODR Regulations and the provisions of the SEBI LODR Regulations, we wish to inform you that based on the confirmations provided, the Resolution Professional has considered, signed and taken on record the Un-Audited Financial Results of the Company for the quarter and six months ended 30th September, 2024, along with the Limited Review Report thereon (“Financial Results”).

The above will also being uploaded on the Company's website <https://www.rciind.com/investors/financial-highlights/>.

We re-iterate that as per the provisions of the Insolvency and Bankruptcy Code 2016, and Securities and Exchange Board of India, the powers of the board of directors stand suspended and the same have been vested with and are being exercised by the Resolution Professional. Accordingly, the Resolution Professional, in exercise of his powers have signed the financials on 25th September, 2025.



We enclose herewith the following:

- I. The un-audited Standalone and Consolidated financial results of the Company for the quarter ended on June 30, 2024.
- II. The Limited Review Reports of the Statutory Auditors i.e., M/s R. Bansal & Co. are enclosed herewith as per Regulation 33 of the Listing Regulations.
- III. Declaration in terms of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Kindly take the same on records and treat the same as compliance with the applicable provisions of the Listing Regulations.

Thanking you.

Yours Truly

For RCI Industries and Technologies Limited

Brijesh Singh Bhadauriya

Registration Number: IBBI/IPA-002/IP-N01045/2020-2021/13385

Email For Correspondence- cirp.rci.industries.technologies@gmail.com

Email: Registered With IBBI- bsb@bsbandassociates.in

**Registered Address: C-II/08, Mangal Apartments, Vasundhara Enclave,
New Delhi-110096**

Phone No. - +91- 98108 50577

AFA Valid till: 30.06.2026

Date: 25th September, 2025

Place: New Delhi



STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2024
(Rs. In Lacs)

S.No	Particulars	Quarter ended			Half Year ended		Year Ended
		30-Sep-24	30-Jun-24	30-Sep-23	30-Sep-24	30-Sep-23	31-Mar-24
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	a) Revenue from operations	22.77	13.23	69.83	36.00	156.21	229.50
	b) Other Income	15.58	3.62	0.76	19.20	22.96	82.27
	Total income	38.35	16.85	70.59	55.20	179.15	311.76
2	Expenses						
	a) Cost of Material Consumed	-	1.40	21.32	1.40	35.82	57.39
	b) Purchase of stock in trade	-	-	-	-	-	-
	c) Change in inventories of Finished goods, W.I.P and Stock In trade	(0.41)	0.41	(16.28)	-	19.62	19.62
	d) Employee benefit expense	3.56	3.56	54.20	7.13	111.00	179.07
	e) Finance cost	-	-	-	-	-	-
	f) Depreciation and amortisation expense	135.31	135.31	209.27	270.63	418.54	836.11
	g) Other Expenditure	36.72	32.34	41.06	69.05	88.84	199.52
	Total expenses	175.18	173.02	309.56	348.20	673.82	1,291.71
3	Profit /(Loss) from operations before, tax, exceptional items, Prior Period	(136.83)	(156.18)	(238.98)	(293.00)	(494.66)	(979.94)
4	Exceptional Items	-	-	-	-	-	-
5	Prior Period Items	-	-	-	-	-	-
6	Profit/(Loss) before tax	(136.83)	(156.18)	(238.98)	(293.00)	(494.66)	(979.94)
7	Tax expense						
	(1) Current Tax	-	-	-	-	-	-
	(2) Deferred Tax	1.75	1.75	(14.48)	3.50	(28.97)	(57.93)
8	Net Profit / (Loss) from ordinary activities after tax	(138.57)	(157.93)	(224.49)	(296.50)	(465.69)	(922.01)
9	Other Comprehensive Income	-	-				
10	Total Comprehensive Income / (Loss)	(138.57)	(157.93)	(224.49)	(296.50)	(465.69)	(922.01)
11	Paid Up Equity Share Capital	1,567.64	1,567.64	1,567.64	1,567.64	1,567.64	1,567.64
	(Face Value of Rs.10/- each)						
12	Earning Per Share (of Rs.10/- each) (not annualised)						
	a) Basic	(0.88)	(1.01)	(1.43)	(1.89)	(2.97)	(5.88)
	b) Diluted	(0.88)	(1.01)	(1.43)	(1.89)	(2.97)	(5.88)

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNJ5820
Place: Delhi
Date: September 25th, 2025

ASHWANI BANSAL
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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

BRIJESH SINGH BHADAURIYA
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Brijesh Singh Bhadauriya
Resolution Professional
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RCI INDUSTRIES & TECHNOLOGIES LTD
UNAUDITED STANDALONE BALANCE SHEET AS AT SEPTEMBER 30, 2024
ALL AMOUNTS IN RS. LAKHS (UNLESS OTHERWISE STATED)

Particular	As at 30.09.2024	As at 31.03.2024
ASSETS		
Non-current assets		
Property, plant and equipment	4,484.48	4,755.10
Capital work-in-progress	627.42	627.42
Financial Assets		
Investments	1,246.58	1,246.58
Other non-current assets	373.71	373.71
Deferred tax assets (net)	-	-
Total Non - Current Assets	6,732.19	7,002.81
Current assets		
Inventories	41.14	41.14
Financial Assets		
Trade receivables	1,160.83	1,161.03
Cash and cash equivalents	38.14	834.16
Other Bank Balances	117.30	152.30
Loans	229.73	229.63
Other financial assets	200.29	200.29
Other current assets	849.83	847.71
Current Tax Assets (net)	111.93	106.49
Total Current Assets	2,749.19	3,572.74
Total Assets	9,481.38	10,575.55
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,567.64	1,567.64
Instruments entirely equity in nature (Compulsorily Convertible Debentures)		
Other equity		
Reserves and surplus	(28,318.98)	(28,022.48)
Other reserves	11,658.41	11,658.41
Total equity	(15,092.93)	(14,796.43)
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
Borrowings	1,851.50	1,851.50
Provisions	63.63	63.63
Deferred tax liabilities (net)	125.24	121.75
Total Non - Current Liabilities	2,040.38	2,036.87
Current liabilities		
Financial Liabilities		
Borrowings	21,732.89	21,732.89
Trade payables		
(i) Total Outstanding dues of Micro and Small Enterprises and	14.28	14.28
(ii) Total Outstanding dues other than Micro and Small Enterprises	379.59	376.27
Other financial liabilities	325.62	300.64
Other current liabilities	73.50	902.97
Provisions	8.05	8.05
Current Tax Liabilities (net)		
Total Current Liabilities	22,533.93	23,335.10
Total Equity and Liabilities	9,481.38	10,575.55

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNJ5820
Place: Delhi
Date: September 25th, 2025

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BANSAL**

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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

BRIJESH SINGH
BHADAURIYA

Brijesh Singh Bhadauriya
Resolution Professional
(IBBI/IPA-002/IP-N01045/2020-21/13385)
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RCI INDUSTRIES & TECHNOLOGIES LTD**Unaudited Standalone Cash Flow Statement For Six Month Ended 30th September 2024****All Amounts In Rs. Lakhs (Unless Otherwise Stated)**

	For the year ended	
	30.09.2024	30.09.2023
	Audited	Audited
A. Cash Flow from Operating Activities		
Profit / (Loss) before tax	(293.00)	(494.66)
Depreciation	270.63	418.54
Finance Cost	-	-
Interest Income	(19.20)	(22.96)
Actuarial Gain / (Loss) on defined benefit plan	-	-
Investment Written off	-	-
Expected credit losses Provision / Debtor written off	-	-
Operating Profit/(Loss) before Working Capital Changes	(41.57)	(99.08)
Movements in Working Capital:-		
(Increase)/Decrease in Inventories	-	32.60
(Increase)/Decrease in Trade Receivables	0.19	19.52
(Increase)/Decrease in Loans	(0.10)	0.27
(Increase)/Decrease in Other Financial Assets	35.00	-
(Increase)/Decrease in Other Assets	(7.56)	(0.95)
(Increase)/Decrease in Trade Payables	3.33	(9.74)
(Increase)/Decrease in Other Financial Liabilities	24.98	13.59
(Increase)/Decrease in Other Current Liabilities	(829.48)	417.88
(Increase)/Decrease in Provisions	-	-
Cash Generated from Operations	(815.21)	374.10
Income tax Refund / (paid) during the year	-	-
Net Cash from / (used in) Operating Activities (A)	(815.21)	374.10
B. Cash Flow from Investing Activities		
Purchase of property, plant & equipment	-	-
Increase / (Decrease) in investments	-	-
Interest received	19.20	22.96
Increase / (Decrease) in Other non-current assets	-	-
Net Cash from Investing Activities (B)	19.20	22.96
C. Cash Flow from Financing Activities		
Increase / (Decrease) in borrowings	-	-
Finance Cost	-	-
Net Cash from Financing Activities (C)	-	-
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(796.02)	397.05
Cash and Cash Equivalents at the beginning of the year	834.16	271.06
Cash and Cash Equivalents at the end of the year	38.14	668.11

Notes: -

1. The above financial results for the quarter and six months ended September 30th, 2024, have been reviewed by the Resolution professional on September 25th, 2025.
2. The Company activity during the year revolves around manufacturing of all kind of metals and metal products, considering the nature of business and operations of the Company, as well as based on review of operating results by the chief operating decision maker to make decision about resource allocation and performance measurement, there is only one reportable segment in accordance with the requirement of Ind AS 108 -"Operating Segments".
3. During the year ended March 31, 2020, the lenders to the Company have declared the Loan account of the Company as "non performing asset" (NPA) due to non-payment of interest due and borrowed amount. Accordingly, thereafter the Company had stopped making provision for interest expense in books of accounts.
4. Revenue and Operations includes JOB work income and Material Consumables includes material received for JOB work
5. The net worth of the Company has been fully eroded, although this indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern, However, the Company is undergoing Corporate Insolvency Resolution Process (CIRP) pursuant

to the Application filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (IBC-2016), vide order dated November 25, 2022 of the Hon'ble National Company Law Tribunal (NCLT) New Delhi in C.P (IB) No. 2688 of 2019 and Mr. Brijesh Singh Bhadauriya was appointed as Interim Resolution Professional (IRP) and subsequently confirmed as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022. Accordingly, the Company is currently under the CIRP process as per the provisions of the Insolvency and Bankruptcy Code, 2016. Further, the Resolution Plan in this process has been approved by the Committee of Creditors and the same is pending approval of the Hon'ble NCLT and the Orders in this regard have been reserved after conclusion of hearings in the matter on 31.07.2025. In view of this, the financial results have been prepared on a going concern basis, considering the ongoing resolution process and the expectation of revival through CIRP.

6. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
7. The Directors, the then Statutory Auditors and the then Compliance Officer of the Company were not cooperative in providing the desired information and documents promptly to the RP after commencement of the CIRP. Consequently, the RP was constrained to file an Intervention Application under Section 19(2) of the IBC-2016, before the Hon'ble NCLT vide IA No.1396/2023 dated 03.03.2023, seeking necessary directions to the Directors, Statutory Auditors, and Compliance Officer of the Company to provide the required information and documents. Further, despite such application, proper and complete data has still not been provided till date leading delay and inadequate disclosures.
8. The Resolution Professional has not been provided with the requisite financial statements, data, and agreements pertaining to the associates and subsidiaries of the Company by the suspended management. In the absence of such information, the balances and financial results of the said associates and subsidiaries have not been considered in the preparation of the consolidated financial results for the current period. Accordingly, the accompanying consolidated financial results include only the financial information available with the Resolution Professional in respect of the Corporate Debtor.
9. Figures for the previous periods have been re-grouped/ rearranged/ restated wherever necessary to make them comparable with those of the current period.

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNJ5820
Place: Delhi
Date: September 24th, 2025

ASHWANI
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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

BRIJESH SINGH
BHADAURIYA

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Brijesh Singh Bhadauriya
Resolution Professional
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INDEPENDENT AUDITOR'S REVIEW REPORT ON AUDIT OF STANDALONE FINANCIAL RESULTS

To The Suspended Board of Directors/ Resolution Professional (RP)
RCI Industries and Technologies Limited

1. Corporate Insolvency Proceedings as per Insolvency and Bankruptcy Code, 2016 (IBC) :-
The Application was filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (Code) for commencement of Corporate Insolvency Resolution Process (CIRP) in the matter of RCI Industries & Technologies Limited ("Corporate Debtor" or "Company"). Hon'ble National Company Law Tribunal (NCLT) New Delhi vide its order dated November 25, 2022 in C.P (IB) No. 2688 of 2019, commenced the CIRP in the matter of Corporate Debtor and appointed Mr. Brijesh Singh Bhadauriya as Interim Resolution Professional (IRP) subsequently confirming him as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022.
2. We have been informed by RP, the directors, Statutory auditors and compliance officer of the company were not cooperative in providing the desired information and documents promptly to the RP, The RP was forced to filing of Intervention application under section 19(2) of the IBC, 2016 before the Hon'ble NCLT-the adjudicating authority (being IA No: 1396/2023 on 03.03.2023) to provide necessary direction to the directors, auditors and compliance officer of the company to provide the desired information and documents to the RP. The RP has further informed that despite such application, proper and complete data has still not been provided to the RP till date.
3. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **RCI Industries & Technologies Limited** ("the Company") for the quarter and half year ended September 30, 2024 ("the Statement"), which has been submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
4. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "*Interim Financial Reporting*" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors / Resolution professional. Our responsibility is to express a conclusion on the Statement based on our review.
5. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



6. Basis for Qualified Conclusions

- A. The Company has not maintained a proper Fixed Asset Register. Major details such as cost of assets, accumulated depreciation of previous years, actual purchase dates, invoice numbers, vendor names, and appropriate descriptions of assets are not available in the depreciation chart provided to us.

Further, during our audit, we observed the following:

- Significant discrepancies were noted in the depreciation chart, including non-availability of certain assets, existence of assets not recorded, mismatches in descriptions/models, absence of asset tags, and weak internal controls.
- As per the report of the independent Chartered Engineer appointed by the Resolution Professional, certain items of Plant & Machinery were found to be idle, non-functional, redundant, and materially overstated. Further, the Chartered Engineer has also reported that various items of Plant & Machinery were missing as on the CIRP date. Also, machinery purchased from Devi Metals was overstated by 40–50%, second-hand machinery by 40–50%, and new machinery by 30–35%.
- Supporting documents such as invoices, purchase orders, and ownership proofs for major items of Plant & Machinery were not made available to us. Accordingly, we were unable to verify capitalization, ownership, and valuation of such assets.
- Certain vehicles recorded in the books are registered in the names of third parties, raising doubt over the Company's ownership rights in respect of such assets.
- Scrap and redundant assets were identified; however, no provision or write-off has been recognized in the financial statements.
- As per the Forensic Audit Report dated 16.08.2023, the Corporate Debtor has manipulated asset classification by routing transactions through accounts such as "*Creation of Fixed Assets*" and "*Creation of Assets*", thereby converting fixed assets into current assets and vice versa. These practices, carried out at periodic intervals, appear to have been adopted to manipulate financial ratios and facilitate submissions made to lenders against credit exposures. Such irregular accounting treatment indicates potential misstatement of financial statements and non-compliance with applicable accounting standards.

Because of the significance of the matters described above, we were unable to obtain sufficient appropriate audit evidence to verify the existence, ownership, valuation, and completeness of the balance of Property, Plant and Equipment (PPE) and depreciation reported in the financial statements.

- B. As per the report of the independent Chartered Engineer appointed by the Resolution Professional, certain items recorded under Capital Work-in-Progress (CWIP) in the books of account and the depreciation register provided by the erstwhile management were not physically available at the Plant as on the date of commencement of the Corporate Insolvency Resolution Process (CIRP).

The financial impact of these discrepancies has not been quantified or recognized in the accompanying financial statements. Accordingly, we were unable to obtain sufficient appropriate audit evidence regarding the existence and valuation of CWIP as reported in the financial statements.

- C. The Company holds equity investments in certain group companies. In accordance with Ind AS 109 "*Financial Instruments*", such investments are required to be measured at fair value through profit or loss as at the balance sheet date and the resulting gain/loss should be recognized in the financial statements. However, no such fair valuation has been carried out by the management.



Further, we have not been provided with agreements relating to these investments, nor have we been provided with the financial statements of the investee companies. In the absence of fair valuation and sufficient appropriate audit evidence, we are unable to determine the correctness of the carrying value of these investments and the consequential impact on the financial statements, including the Statement of Profit and Loss and related disclosures.

- D. Company faces a material uncertainty related to Going Concern because of heavy losses incurred during the current and previous periods. Further, the net worth of the Company has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. In our opinion, the financial statement however have been prepared by the management on a going concern basis for the reason as stated. Based on the information available, the Company is presently under the Corporate Insolvency Resolution Process (CIRP) initiated pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT), New Delhi dated November 25, 2022. The Resolution Professional (RP) has invited and evaluated Resolution Plans, and the plan has been approved by the Committee of Creditors (CoC) and is pending approval before the Hon'ble NCLT. In view of the ongoing CIRP and the likelihood of resolution through the approval of a Resolution Plan, the financial statements of the Company have been prepared on a going concern basis. Accordingly, we conclude that the use of the going concern assumption in the preparation of the accompanying financial statements is appropriate under the given circumstances.
- E. The Company's net worth has been fully eroded and it is under severe financial stress. Based on the information and explanations given to us, and on the basis of financial ratios, ageing and expected realization of financial assets, payment schedules of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors'/Resolution Professional's plans, and our examination of the evidence supporting the assumption, there exists a material uncertainty indicating that the Company is not capable of meeting its liabilities existing as at the balance sheet date as and when they fall due within a period of one year from the balance sheet date.
- F. A Transaction-cum-Forensic Audit was carried out for the period April 01, 2017 to November 25, 2022 (as the books of accounts for the period April 01, 2015 to March 31, 2017 have not been made available by the suspended director till date). The forensic auditor has reported preferential, undervalued, fraudulent, and extortionate transactions aggregating to ₹369.71 crores, covered under Sections 43, 45, 50, and 66 of the Insolvency and Bankruptcy Code, 2016. Applications for reversal of these transactions have been filed before the Hon'ble National Company Law Tribunal (NCLT).

In view of the pending adjudication of these matters before the Hon'ble NCLT and absence of sufficient appropriate audit evidence regarding the recoverability and ultimate impact of such transactions on the financial statements, we are unable to comment on the adjustments, if any, that may be required in the accompanying financial results.

- G. We draw attention to the findings reported in the Forensic Audit carried out by an independent forensic auditor appointed by the Resolution Professional. As per the forensic audit report, the Corporate Debtor had sold land situated at Nalagarh on 31st December 2019, originally purchased for ₹2.29 crores, to M/s AKJ Metals Private Limited for ₹2.30 crores, resulting in a nominal gain of ₹1 lakh.

The forensic auditor has observed that the fair market value of the said land, as per the Valuation Report dated 15th May 2023, was ₹9.06 crores. Based on reverse calculation using the Cost of Inflation Index, the indexed cost was worked out at ₹7.52 crores, resulting in an imputed loss/fraud of approximately ₹5.22 crores, which has neither been recognized in the books of account nor appropriately disclosed in the financial statements.



Further, it has been noted that the transaction involved related parties and entities having influence over the Corporate Debtor, indicating that the transaction may be prejudicial to the interests of the Company and its stakeholders.

- H. The Company has received regulatory notices and summons from various government authorities, including the Serious Fraud Investigation Office (SFIO), Enforcement Directorate (ED), Directorate General of GST Intelligence (DGGST), and the Income Tax Department. Investigations by DGGST allege fraudulent availment of fake Input Tax Credit (ITC) amounting to approximately ₹214 crores through paper invoices, dummy companies, and other contrived arrangements, purportedly under the direction of the erstwhile Managing Director.

Pending conclusion of the said investigations and proceedings, the management/Resolution Professional has not made any adjustments or disclosures of possible financial implications in the accompanying financial results. In the absence of sufficient appropriate audit evidence to evaluate the possible financial impact of such regulatory actions on the financial statements, we are unable to determine whether any adjustments are required to the carrying amounts of assets, liabilities, expenses and disclosures.

- I. The Company has received notices and is subject to investigations by various agencies, including **FIR No. 182/2022** registered by the Economic Offence Wing, New Delhi, and **FIR No. 615/2023** registered by Police Station Madhav Nagar, Katni, M.P., in relation to allegations of fraud, misappropriation, and non-return of job work material. These matters are presently under investigation.

Pending the outcome of such investigations and in the absence of sufficient appropriate audit evidence, no adjustments have been made in the accompanying financial statements for any potential financial implications arising therefrom. Accordingly, we are unable to determine whether any adjustments are required to the carrying values of assets, liabilities, expenses, or disclosures.

- J. Company borrowings were declared as non performing asset (NPA) during the year ended March 31, 2020. Due to this, we have not been provided with any document confirming balances, as at September 30, 2024, for loans granted by financial institutions and banks, BG Invocation liability towards banks, bill discounting liability towards banks, certain current accounts and fixed deposits held by the Company. In the absence of such document, we cannot comment on the accuracy and completeness of these balances. The Company has not recognized interest expenses in its financial statement on its outstanding borrowings.

- K. The Company has received multiple notices from the Income Tax Department, including:

- **Notice under Section 221(1)** dated July 31, 2025, from the Assistant Commissioner of Income Tax, Central Circle 32, Delhi, indicating substantial outstanding tax demands across several assessment years. The Company has been directed to show cause why penalty should not be levied for non-payment of these demands.
- **Notice under Section 148A(3)** dated June 28, 2025, for Assessment Year 2019–20, wherein the Income Tax Department has alleged that the Company engaged in **bogus sale-purchase transactions** and claimed **fraudulent Input Tax Credit (ITC)** amounting to ₹214.34 crores during FY 2017–18 and FY 2018–19. The corresponding **fake purchase transactions** are estimated at ₹1,190.78 crores. The notice further states that the Company failed to provide substantive documentary evidence and that the transactions with various entities were found to be merely on paper, with no actual movement of goods. As a result, income aggregating to ₹915.00 crores is considered to have **escaped assessment** under Section 147 of the Act.



The Company has responded to the notices citing the moratorium under Section 14 of the Insolvency and Bankruptcy Code, 2016, due to its ongoing Corporate Insolvency Resolution Process (CIRP). However, the tax authorities have rejected this contention and proceeded with reopening the assessment.

We also understand that the Income Tax Department has filed claim before the RP as per the IBC, 2016 in respect of their claim as on the CIRP commencement date for Rs. 79,37,03,360/- raised till 12.12.2022 upto the Assessment Year 2020-21 and the said claim would be dealt with as per the Resolution Plan to be approved by the Hon'ble NCLT in due course.

In the absence of sufficient and appropriate audit evidence regarding the resolution of these matters, the potential financial impact of penalties, tax liabilities, and adjustments arising from these proceedings cannot be reliably estimated. Accordingly, we are unable to determine the consequential effect, if any, on the financial statements for the half year ended September 30, 2024.

Based on our review conducted as above, *except for the effects/possible effects of the matters specified in Para 6 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

In addition to the matters described above, we consider it necessary, in the interest of stakeholders and public interest, to draw attention to certain significant issues, which have been included by us in the *Other Matter* paragraphs below.

7. Other Matters:

- (a) The Company has incurred continuous losses, its current liabilities exceed current assets, and it has defaulted in repayment of borrowings as well as in payment of certain regulatory and statutory dues. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.
- (b) The accounts, however, have been prepared by the management on a going concern basis, considering the reasons stated in the financial results and the approval of a resolution plan submitted by M/s JTL Industries Limited, the approval of a resolution plan submitted by M/s JTL Industries, which was approved by the Committee of Creditors in the 22nd Adjourned meeting held on 05th June, 2025 and Voting concluded on 17 August 2024.
- (c) The said resolution plan is pending approval by the Hon'ble National Company Law Tribunal (NCLT). Pending such approval, we are unable to obtain sufficient appropriate audit evidence regarding management's use of the going concern basis of accounting in the preparation of the standalone financial results.
- (d) In view of the ongoing Corporate Insolvency Resolution Process (CIRP) and various matters pending before regulatory authorities, the outcome of which cannot presently be ascertained, a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.



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- (e) We were not the statutory auditors of the Company for the year ended March 31, 2022 and accordingly did not audit or express an opinion on the standalone financial statements of the Company for that year. Further, the standalone financial results for the quarters ended June 30, 2022 and September 30, 2022 were reviewed by the predecessor auditor.

We have been appointed by the Resolution Professional during the Corporate Insolvency Resolution Process (CIRP) to undertake the quarterly reviews of the remaining quarters of FY 2022-23, FY 2023-24 and FY 2024-25, and to conduct the statutory audits of the standalone and consolidated financial statements of the Company for the years ended March 31, 2023, March 31, 2024 and March 31, 2025.

- (f) The forensic audit has reported that the Corporate Debtor has an outstanding balance with M/s Shilpi Cable Technologies Limited, amounting to ₹48.36 crores, pertaining to transactions of earlier years. As per external investigations, including those by the Central Bureau of Investigation (CBI), M/s Shilpi Cable Technologies Limited and its promoters have been accused of allegedly cheating a consortium of banks to the extent of ₹1,000 crores, involving misuse of Letters of Credit, diversion of funds, and excess payments. The Company's books of account reflect no sales to this party, though payments were received in earlier years and adjusted against London Metal Exchange (LME) differences.
- (g) The forensic audit has further reported that, as per the sanction letter issued by Union Bank of India dated October 29, 2018, an industrial land and building located at 108, HPSIDC, Baddi, Himachal Pradesh – 173005, was to be mortgaged with the bank as prime security. However, the property has been alleged to have been sold by the Corporate Debtor to M/s AKJ Metals Private Limited, resulting in a total loss of ₹10.12 crores.
- (h) The forensic audit has also observed that despite regular purchases of Plant and Machinery aggregating to ₹6.60 crores during FY 2017-18 to FY 2020-21, no value addition in turnover was noticed; instead, turnover reduced drastically by 96% (from ₹1,737.11 crores in FY 2017-18 to ₹70.80 crores in FY 2020-21). In the absence of satisfactory explanations or supporting documents, the forensic audit has opined that these substantial payments towards machinery purchases, and additional expenses of ₹77.42 lakhs booked under Repairs & Maintenance, indicate possible siphoning of funds by the Corporate Debtor.
- (i) The forensic audit has further reported that the Corporate Debtor sold goods and job work services aggregating to ₹13.88 crores during earlier periods to parties including M/s R N International (₹12.39 crores) and M/s H H Metals (₹1.49 crores) without realizing any consideration. Subsequently, such balances were written off in full in FY 2021-22. The forensic audit has opined that these transactions were in the nature of fraud, as stock was removed from the books by recording sales for which no money was received.

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- (j) In addition to the above matters, the forensic audit report has also highlighted instances of fake sales and purchase transactions entered into by the Corporate Debtor, indicating further irregularities in the books of accounts.

Our opinion is not modified in respect of these matters.

For R Bansal & Co.
Chartered Accountants
ICAI Firm Registration No. 002736N

Ashwani Bansal
Partner
Membership No. 529077

UDIN: 25529077BMOXNJ5820

Place: Chandigarh
Date: September 25th, 2025

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Date: 2025.09.25
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STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2024
(Rs. In Lacs)

S.No	Particulars	Quarter ended			Half Year ended		Year Ended
		30-Sep-24	30-Jun-24	30-Sep-23	30-Sep-24	30-Sep-23	31-Mar-24
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Income						
1	a) Revenue from operations	22.77	13.23	69.83	36.00	156.21	229.50
	b) Other Income	15.58	3.62	0.76	19.20	22.96	82.27
	Total income	38.35	16.85	70.59	55.20	179.15	311.76
2	Expenses						
	a) Cost of Material Consumed	-	1.40	21.32	1.40	35.82	57.39
	b) Purchase of stock in trade	-	-	-	-	-	-
	c) Change in inventories of Finished goods, W.I.P and Stock In trade	(0.41)	0.41	(16.28)	-	19.62	19.62
	d) Employee benefit expense	3.56	3.56	54.20	7.13	111.00	179.07
	e) Finance cost	-	-	-	-	-	-
	f) Depreciation and amortisation expense	135.31	135.31	209.27	270.63	418.54	836.11
	g) Other Expenditure	36.72	32.34	41.06	69.05	88.84	199.52
	Total expenses	175.18	173.02	309.56	348.20	673.82	1,291.71
3	Profit /(Loss) from operations before, tax, exceptional items, Prior Period	(136.83)	(156.18)	(238.98)	(293.00)	(494.66)	(979.94)
4	Exceptional Items	-	-	-	-	-	-
5	Prior Period Items	-	-	-	-	-	-
6	Profit/(Loss) before tax	(136.83)	(156.18)	(238.98)	(293.00)	(494.66)	(979.94)
7	Tax expense						
	(1) Current Tax	-	-	-	-	-	-
	(2) Deferred Tax	1.75	1.75	(14.48)	3.50	(28.97)	(57.93)
8	Net Profit / (Loss) from ordinary activities after tax	(138.57)	(157.93)	(224.49)	(296.50)	(465.69)	(922.01)
9	Other Comprehensive Income	-	-				
10	Total Comprehensive Income / (Loss)	(138.57)	(157.93)	(224.49)	(296.50)	(465.69)	(922.01)
11	Paid Up Equity Share Capital (Face Value of Rs.10/- each)	1,567.64	1,567.64	1,567.64	1,567.64	1,567.64	1,567.64
12	Earning Per Share (of Rs.10/- each) (not annualised)						
	a) Basic	(0.88)	(1.01)	(1.43)	(1.89)	(2.97)	(5.88)
	b) Diluted	(0.88)	(1.01)	(1.43)	(1.89)	(2.97)	(5.88)

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNK2861
Place: Delhi
Date: September 25th, 2025

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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

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Resolution Professional
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RCI INDUSTRIES & TECHNOLOGIES LTD
UNAUDITED CONSOLIDATED BALANCE SHEET AS AT SEPTEMBER 30, 2024
ALL AMOUNTS IN RS. LAKHS (UNLESS OTHERWISE STATED)

Particular	As at 30.09.2024	As at 31.03.2024
ASSETS		
Non-current assets		
Property, plant and equipment	4,484.48	4,755.10
Capital work-in-progress	627.42	627.42
Financial Assets		
Investments	1,246.58	1,246.58
Other non-current assets	373.71	373.71
Deferred tax assets (net)	-	-
Total Non - Current Assets	6,732.19	7,002.81
Current assets		
Inventories	41.14	41.14
Financial Assets		
Trade receivables	1,160.83	1,161.03
Cash and cash equivalents	38.14	834.16
Other Bank Balances	117.30	152.30
Loans	229.73	229.63
Other financial assets	200.29	200.29
Other current assets	849.83	847.71
Current Tax Assets (net)	111.93	106.49
Total Current Assets	2,749.19	3,572.74
Total Assets	9,481.38	10,575.55
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,567.64	1,567.64
Instruments entirely equity in nature (Compulsorily Convertible Debentures)		
Other equity		
Reserves and surplus	(28,318.98)	(28,022.48)
Other reserves	11,658.41	11,658.41
Total equity	(15,092.93)	(14,796.43)
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
Borrowings	1,851.50	1,851.50
Provisions	63.63	63.63
Deferred tax liabilities (net)	125.24	121.75
Total Non - Current Liabilities	2,040.38	2,036.87
Current liabilities		
Financial Liabilities		
Borrowings	21,732.89	21,732.89
Trade payables		
(i) Total Outstanding dues of Micro and Small Enterprises and	14.28	14.28
(ii) Total Outstanding dues other than Micro and Small Enterprises	379.59	376.27
Other financial liabilities	325.62	300.64
Other current liabilities	73.50	902.97
Provisions	8.05	8.05
Current Tax Liabilities (net)		
Total Current Liabilities	22,533.93	23,335.10
Total Equity and Liabilities	9,481.38	10,575.55

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNK2861
Place: Delhi
Date: September 25th, 2025

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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

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Brijesh Singh Bhadauriya
Resolution Professional
(IBBI/IPA-002/IP-N01045/2020-21/13385)
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RCI INDUSTRIES & TECHNOLOGIES LTD**Unaudited Consolidated Cash Flow Statement For Six Month Ended 30th September 2024****All Amounts In Rs. Lakhs (Unless Otherwise Stated)**

	For the year ended	
	30.09.2024	30.09.2023
	Audited	Audited
A. Cash Flow from Operating Activities		
Profit / (Loss) before tax	(293.00)	(494.66)
Depreciation	270.63	418.54
Finance Cost	-	-
Interest Income	(19.20)	(22.96)
Actuarial Gain / (Loss) on defined benefit plan	-	-
Investment Written off	-	-
Expected credit losses Provision / Debtor written off	-	-
Operating Profit/(Loss) before Working Capital Changes	(41.57)	(99.08)
Movements in Working Capital:-		
(Increase)/Decrease in Inventories	-	32.60
(Increase)/Decrease in Trade Receivables	0.19	19.52
(Increase)/Decrease in Loans	(0.10)	0.27
(Increase)/Decrease in Other Financial Assets	35.00	-
(Increase)/Decrease in Other Assets	(7.56)	(0.95)
(Increase)/Decrease in Trade Payables	3.33	(9.74)
(Increase)/Decrease in Other Financial Liabilities	24.98	13.59
(Increase)/Decrease in Other Current Liabilities	(829.48)	417.88
(Increase)/Decrease in Provisions	-	-
Cash Generated from Operations	(815.21)	374.10
Income tax Refund / (paid) during the year	-	-
Net Cash from / (used in) Operating Activities (A)	(815.21)	374.10
B. Cash Flow from Investing Activities		
Purchase of property, plant & equipment	-	-
Increase / (Decrease) in investments	-	-
Interest received	19.20	22.96
Increase / (Decrease) in Other non-current assets	-	-
Net Cash from Investing Activities (B)	19.20	22.96
C. Cash Flow from Financing Activities		
Increase / (Decrease) in borrowings	-	-
Finance Cost	-	-
Net Cash from Financing Activities (C)	-	-
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(796.02)	397.05
Cash and Cash Equivalents at the beginning of the year	834.16	271.06
Cash and Cash Equivalents at the end of the year	38.14	668.11

Notes: -

1. The above financial results for the quarter and six months ended September 30th, 2024, have been reviewed by the Resolution professional on September 25th, 2025.
2. The Company activity during the year revolves around manufacturing of all kind of metals and metal products, considering the nature of business and operations of the Company, as well as based on review of operating results by the chief operating decision maker to make decision about resource allocation and performance measurement, there is only one reportable segment in accordance with the requirement of Ind AS 108 -"Operating Segments".

3. During the year ended March 31, 2020, the lenders to the Company have declared the Loan account of the Company as "non performing asset" (NPA) due to non-payment of interest due and borrowed amount. Accordingly, thereafter the Company had stopped making provision for interest expense in books of accounts.
4. During the period operations and revenue includes JOB work income and Material Consumed Includes material received for job work.
5. The net worth of the Company has been fully eroded, although this indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern, However, the Company is undergoing Corporate Insolvency Resolution Process (CIRP) pursuant to the Application filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (IBC-2016), vide order dated November 25, 2022 of the Hon'ble National Company Law Tribunal (NCLT) New Delhi in C.P (IB) No. 2688 of 2019 and Mr. Brijesh Singh Bhadauriya was appointed as Interim Resolution Professional (IRP) and subsequently confirmed as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022. Accordingly, the Company is currently under the CIRP process as per the provisions of the Insolvency and Bankruptcy Code, 2016. Further, the Resolution Plan in this process has been approved by the Committee of Creditors and the same is pending approval of the Hon'ble NCLT and the Orders in this regard have been reserved after conclusion of hearings in the matter on 31.07.2025. In view of this, the financial results have been prepared on a going concern basis, considering the ongoing resolution process and the expectation of revival through CIRP.
6. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
7. The Directors, the then Statutory Auditors and the then Compliance Officer of the Company were not cooperative in providing the desired information and documents promptly to the RP after commencement of the CIRP. Consequently, the RP was constrained to file an Intervention Application under Section 19(2) of the IBC-2016, before the Hon'ble NCLT vide IA No.1396/2023 dated 03.03.2023, seeking necessary directions to the Directors, Statutory Auditors, and Compliance Officer of the Company to provide the required information and documents. Further, despite such application, proper and complete data has still not been provided till date leading delay and inadequate disclosures.
8. The Resolution Professional has not been provided with the requisite financial statements, data, and agreements pertaining to the associates and subsidiaries of the Company by the suspended management. In the absence of such information, the balances and financial results of the said associates and subsidiaries have not been considered in the preparation of the consolidated financial results for the current period. Accordingly, the accompanying consolidated financial results include only the financial information available with the Resolution Professional in respect of the Corporate Debtor.
9. Figures for the previous periods have been re-grouped/ rearranged/ restated wherever necessary to make them comparable with those of the current period.

For R. BANSAL & CO
Chartered Accountants
Firm Registration Number: 002736N
Ashwani Bansal
Partner

Membership Number: 529077
UDIN Number: 25529077BMOXNK2861
Place: Delhi
Date: September 25th, 2025

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For RCI INDUSTRIES & TECHNOLOGIES LIMITED
(UNDER CIRP)

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Brijesh Singh Bhadauriya
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R. BANSAL & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REVIEW REPORT

To The Suspended Board of Directors/ Resolution Professional (RP)
RCI Industries and Technologies Limited

1. Corporate Insolvency Proceedings as per Insolvency and Bankruptcy Code, 2016 (IBC) :-

The Application was filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (Code) for commencement of Corporate Insolvency Resolution Process (CIRP) in the matter of RCI Industries & Technologies Limited ("Corporate Debtor" or "Company"). Hon'ble National Company Law Tribunal (NCLT) New Delhi vide its order dated November 25, 2022 in C.P (IB) No. 2688 of 2019, commenced the CIRP in the matter of Corporate Debtor and appointed Mr. Brijesh Singh Bhadauriya as Interim Resolution Professional (IRP) subsequently confirming him as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022.

2. We have been informed by RP, the directors, Statutory auditors and compliance officer of the company were not cooperative in providing the desired information and documents promptly to the RP, The RP was forced to filing of Intervention application under section 19(2) of the IBC, 2016 before the Hon'ble NCLT-the adjudicating authority (being IA No: 1396/2023 on 03.03.2023) to provide necessary direction to the directors, auditors and compliance officer of the company to provide the desired information and documents to the RP. The RP has further informed that despite such application, proper and complete data has still not been provided to the RP till date.
3. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **RCI Industries & Technologies Limited** ("the Parent") and its subsidiaries (together referred to as "the Group") for the quarter and half year ended September 30, 2024 ("the Statement"), which has been submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
4. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Parent Company's Board of Directors/Resolution professional. Our responsibility is to express a conclusion on the Statement based on our review.
5. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards

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on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

6. We have not been provided with the financial statements of the parent's subsidiaries and associates. Accordingly, the financial results of these subsidiaries and associates have not been included in the financial results for this quarter.

7. Basis for Qualified Conclusion

- a. The Parent Company has not maintained a proper Fixed Asset Register. Major details such as cost of assets, accumulated depreciation of previous years, actual purchase dates, invoice numbers, vendor names, and appropriate descriptions of assets are not available in the depreciation chart provided to us.

Further, during our audit, we observed the following:

- Significant discrepancies were noted in the depreciation chart, including non-availability of certain assets, existence of assets not recorded, mismatches in descriptions/models, absence of asset tags, and weak internal controls.
- As per the report of the independent Chartered Engineer appointed by the Resolution Professional, certain items of Plant & Machinery were found to be idle, non-functional, redundant, and materially overstated. Further, the Chartered Engineer has also reported that various items of Plant & Machinery were missing as on the CIRP date. Also, machinery purchased from Devi Metals was overstated by 40–50%, second-hand machinery by 40–50%, and new machinery by 30–35%.
- Supporting documents such as invoices, purchase orders, and ownership proofs for major items of Plant & Machinery were not made available to us. Accordingly, we were unable to verify capitalization, ownership, and valuation of such assets.
- Certain vehicles recorded in the books are registered in the names of third parties, raising doubt over the Parent Company's ownership rights in respect of such assets.
- Scrap and redundant assets were identified; however, no provision or write-off has been recognized in the financial statements.
- As per the Forensic Audit Report dated 16.08.2023, the Corporate Debtor has manipulated asset classification by routing transactions through accounts such as "*Creation of Fixed Assets*" and "*Creation of Assets*", thereby converting fixed assets into current assets and vice versa. These practices, carried out at periodic intervals, appear to have been adopted to manipulate financial ratios and facilitate submissions made to lenders against credit exposures. Such irregular accounting treatment indicates potential misstatement of financial statements and non-compliance with applicable accounting standards.

Because of the significance of the matters described above, we were unable to obtain sufficient appropriate audit evidence to verify the existence, ownership, valuation, and completeness of the balance of Property, Plant and Equipment (PPE) and Depreciation reported in the financial statements.

- b. As per the report of the independent Chartered Engineer appointed by the Resolution Professional, certain items recorded under Capital Work-in-Progress (CWIP) in the books of account and the depreciation register provided by the erstwhile management were not physically available at the Plant as on the date of commencement of the Corporate Insolvency Resolution Process (CIRP).

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The financial impact of these discrepancies has not been quantified or recognized in the accompanying financial statements. Accordingly, we were unable to obtain sufficient appropriate audit evidence regarding the existence and valuation of CWIP as reported in the financial statements.

- c. The Parent Company holds equity investments in certain group companies. In accordance with Ind AS 109 "*Financial Instruments*", such investments are required to be measured at fair value through profit or loss as at the balance sheet date and the resulting gain/loss should be recognized in the financial statements. However, no such fair valuation has been carried out by the management.

Further, we have not been provided with agreements relating to these investments, nor have we been provided with the financial statements of the investee companies. In the absence of fair valuation and sufficient appropriate audit evidence, we are unable to determine the correctness of the carrying value of these investments and the consequential impact on the financial statements, including the Statement of Profit and Loss and related disclosures.

- d. Parent Company faces a material uncertainty related to Going Concern because of heavy losses incurred during the current and previous periods. Further, the net worth of the Parent Company has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Parent Company's ability to continue as a going concern. In our opinion, the financial statement however have been prepared by the management on a going concern basis for the reason as stated. Based on the information available, the Parent Company is presently under the Corporate Insolvency Resolution Process (CIRP) initiated pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT), New Delhi dated November 25, 2022. The Resolution Professional (RP) has invited and evaluated Resolution Plans, and the plan has been approved by the Committee of Creditors (CoC) and is pending approval before the Hon'ble NCLT. In view of the ongoing CIRP and the likelihood of resolution through the approval of a Resolution Plan, the financial statements of the Parent Company have been prepared on a going concern basis. Accordingly, we conclude that the use of the going concern assumption in the preparation of the accompanying financial statements is appropriate under the given circumstances.
- e. The Parent Company's net worth has been fully eroded and it is under severe financial stress. Based on the information and explanations given to us, and on the basis of financial ratios, ageing and expected realization of financial assets, payment schedules of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors'/Resolution Professional's plans, and our examination of the evidence supporting the assumption, there exists a material uncertainty indicating that the Parent Company is not capable of meeting its liabilities existing as at the balance sheet date as and when they fall due within a period of one year from the balance sheet date.
- f. A Transaction-cum-Forensic Audit was carried out for the period April 01, 2017 to November 25, 2022 (as the books of accounts for the period April 01, 2015 to March 31, 2017 have not been made available by the suspended director till date). The forensic auditor has reported preferential, undervalued, fraudulent, and extortionate transactions aggregating to ₹369.71 crores, covered under Sections 43, 45, 50, and 66 of the Insolvency and Bankruptcy Code, 2016. Applications for reversal of these transactions have been filed before the Hon'ble National Company Law Tribunal (NCLT).

In view of the pending adjudication of these matters before the Hon'ble NCLT and absence of sufficient appropriate audit evidence regarding the recoverability and ultimate impact of such transactions on the financial statements, we are unable to comment on the adjustments, if any, that may be required in the accompanying financial results.



R. BANSAL & CO.

CHARTERED ACCOUNTANTS

- g. We draw attention to the findings reported in the Forensic Audit carried out by an independent forensic auditor appointed by the Resolution Professional. As per the forensic audit report, the Corporate Debtor had sold land situated at Nalagarh on 31st December 2019, originally purchased for ₹2.29 crores, to M/s AKJ Metals Private Limited for ₹2.30 crores, resulting in a nominal gain of ₹1 lakh.

The forensic auditor has observed that the fair market value of the said land, as per the Valuation Report dated 15th May 2023, was ₹9.06 crores. Based on reverse calculation using the Cost of Inflation Index, the indexed cost was worked out at ₹7.52 crores, resulting in an imputed loss/fraud of approximately ₹5.22 crores, which has neither been recognized in the books of account nor appropriately disclosed in the financial statements.

Further, it has been noted that the transaction involved related parties and entities having influence over the Corporate Debtor, indicating that the transaction may be prejudicial to the interests of the Company and its stakeholders.

- h. The Parent Company has received regulatory notices and summons from various government authorities, including the Serious Fraud Investigation Office (SFIO), Enforcement Directorate (ED), Directorate General of GST Intelligence (DGGST), and the Income Tax Department. Investigations by DGGST allege fraudulent availment of fake Input Tax Credit (ITC) amounting to approximately ₹214 crores through paper invoices, dummy companies, and other contrived arrangements, purportedly under the direction of the erstwhile Managing Director.

Pending conclusion of the said investigations and proceedings, the management/Resolution Professional has not made any adjustments or disclosures of possible financial implications in the accompanying financial results. In the absence of sufficient appropriate audit evidence to evaluate the possible financial impact of such regulatory actions on the financial statements, we are unable to determine whether any adjustments are required to the carrying amounts of assets, liabilities, expenses and disclosures.

- i. The Parent Company has received notices and is subject to investigations by various agencies, including **FIR No. 182/2022** registered by the Economic Offence Wing, New Delhi, and **FIR No. 615/2023** registered by Police Station Madhav Nagar, Katni, M.P., in relation to allegations of fraud, misappropriation, and non-return of job work material. These matters are presently under investigation.

Pending the outcome of such investigations and in the absence of sufficient appropriate audit evidence, no adjustments have been made in the accompanying financial statements for any potential financial implications arising therefrom. Accordingly, we are unable to determine whether any adjustments are required to the carrying values of assets, liabilities, expenses, or disclosures.

- j. Parent Company borrowings were declared as nonperforming asset (NPA) during the year ended March 31, 2020. Due to this, we have not been provided with any document confirming balances, as at September 30, 2024, for loans granted by financial institutions and banks, BG Invocation liability towards banks, bill discounting liability towards banks, certain current accounts and fixed deposits held by the Company. In the absence of such document, we cannot comment on the accuracy and completeness of these balances.

The Company has not recognized interest expenses in its financial statement on its outstanding borrowings.

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- k. The Parent Company has received multiple notices from the Income Tax Department, including:
- **Notice under Section 221(1)** dated July 31, 2025, from the Assistant Commissioner of Income Tax, Central Circle 32, Delhi, indicating substantial outstanding tax demands across several assessment years. The Company has been directed to show cause why penalty should not be levied for non-payment of these demands.
 - **Notice under Section 148A(3)** dated June 28, 2025, for Assessment Year 2019–20, wherein the Income Tax Department has alleged that the Company engaged in **bogus sale-purchase transactions** and claimed **fraudulent Input Tax Credit (ITC)** amounting to ₹214.34 crores during FY 2017–18 and FY 2018–19. The corresponding **fake purchase transactions** are estimated at ₹1,190.78 crores. The notice further states that the Company failed to provide substantive documentary evidence and that the transactions with various entities were found to be merely on paper, with no actual movement of goods. As a result, income aggregating to ₹915.00 crores is considered to have **escaped assessment** under Section 147 of the Act.

The Parent Company has responded to the notices citing the moratorium under Section 14 of the Insolvency and Bankruptcy Code, 2016, due to its ongoing Corporate Insolvency Resolution Process (CIRP). However, the tax authorities have rejected this contention and proceeded with reopening the assessment.

We also understand that the Income Tax Department has filed claim before the RP as per the IBC, 2016 in respect of their claim as on the CIRP commencement date for Rs. 79,37,03,360/- raised till 12.12.2022 upto the Assessment Year 2020-21 and the said claim would be dealt with as per the Resolution Plan to be approved by the Hon'ble NCLT in due course.

In the absence of sufficient and appropriate audit evidence regarding the resolution of these matters, the potential financial impact of penalties, tax liabilities, and adjustments arising from these proceedings cannot be reliably estimated. Accordingly, we are unable to determine the consequential effect, if any, on the financial statements for the half year ended September 30, 2024.

Based on our review conducted as above, *except for the effects/possible effects of the matters specified in Paragraph 7 above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

In addition to the matters described above, we consider it necessary, in the interest of stakeholders and public interest, to draw attention to certain significant issues, which have been included by us in the *Other Matter* paragraphs below.



8. Other Matters:

- (a) The Parent Company has incurred continuous losses, its current liabilities exceed current assets, and it has defaulted in repayment of borrowings as well as in payment of certain regulatory and statutory dues. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.
- (b) The accounts, however, have been prepared by the management on a going concern basis, considering the reasons stated in the financial results and the approval of a resolution plan submitted by M/s JTL Industries Limited, the approval of a resolution plan submitted by M/s JTL Industries, which was approved by the Committee of Creditors in the 22nd Adjourned meeting held on 05th June, 2025 and Voting concluded on 17 August 2024.
- (c) The said resolution plan is pending approval by the Hon'ble National Company Law Tribunal (NCLT). Pending such approval, we are unable to obtain sufficient appropriate audit evidence regarding management's use of the going concern basis of accounting in the preparation of the consolidated financial results.
- (d) In view of the ongoing Corporate Insolvency Resolution Process (CIRP) and various matters pending before regulatory authorities, the outcome of which cannot presently be ascertained, a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.
- (e) We were not the statutory auditors of the Parent Company for the year ended March 31, 2022 and accordingly did not audit or express an opinion on the standalone and consolidated financial statements of the Company for that year. Further, the standalone and consolidated financial results for the quarters ended June 30, 2022 and September 30, 2022 were reviewed by the predecessor auditor.

We have been appointed by the Resolution Professional during the Corporate Insolvency Resolution Process (CIRP) to undertake the quarterly reviews of the remaining quarters of FY 2022-23, FY 2023-24 and FY 2024-25, and to conduct the statutory audits of the standalone and consolidated financial statements of the Company for the years ended March 31, 2023, March 31, 2024 and March 31, 2025.

- (f) The forensic audit has reported that the Corporate Debtor has an outstanding balance with M/s Shilpi Cable Technologies Limited, amounting to ₹48.36 crores, pertaining to transactions of earlier years. As per external investigations, including those by the Central Bureau of Investigation (CBI), M/s Shilpi Cable Technologies Limited and its promoters have been accused of allegedly cheating a consortium of banks to the extent of ₹1,000 crores, involving misuse of Letters of Credit, diversion of funds, and excess payments. The Company's books of account reflect no sales to this party, though payments were received in earlier years and adjusted against London Metal Exchange (LME) differences.
- (g) The forensic audit has further reported that, as per the sanction letter issued by Union Bank of India dated October 29, 2018, an industrial land and building located at 108, HPSIDC, Baddi, Himachal Pradesh – 173005, was to be mortgaged with the bank as prime security. However, the property has

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R. BANSAL & CO.

CHARTERED ACCOUNTANTS

been alleged to have been sold by the Corporate Debtor to M/s AKJ Metals Private Limited, resulting in a total loss of ₹10.12 crores.

- (h) The forensic audit has also observed that despite regular purchases of Plant and Machinery aggregating to ₹6.60 crores during FY 2017-18 to FY 2020-21, no value addition in turnover was noticed; instead, turnover reduced drastically by 96% (from ₹1,737.11 crores in FY 2017-18 to ₹70.80 crores in FY 2020-21). In the absence of satisfactory explanations or supporting documents, the forensic audit has opined that these substantial payments towards machinery purchases, and additional expenses of ₹77.42 lakhs booked under Repairs & Maintenance, indicate possible siphoning of funds by the Corporate Debtor.
- (i) The forensic audit has further reported that the Corporate Debtor sold goods and job work services aggregating to ₹13.88 crores during earlier periods to parties including M/s R N International (₹12.39 crores) and M/s H H Metals (₹1.49 crores) without realizing any consideration. Subsequently, such balances were written off in full in FY 2021-22. The forensic audit has opined that these transactions were in the nature of fraud, as stock was removed from the books by recording sales for which no money was received.
- (j) In addition to the above matters, the forensic audit report has also highlighted instances of fake sales and purchase transactions entered into by the Corporate Debtor, indicating further irregularities in the books of accounts.

Our opinion is not modified in respect of these matters.

For R Bansal & Co.
Chartered Accountants
ICAI Firm Registration No. 002736N

Ashwani Bansal
Partner
Membership No. 529077

UDIN: 25529077BMOXNK2861

Place: Chandigarh
Date: September 25th, 2025

ASHWANI BANSAL Digitally signed by
ASHWANI BANSAL
Date: 2025.09.25
13:51:20 +05'30'

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RCI INDUSTRIES & TECHNOLOGIES LTD.

Regd. Office : Unit No, 421, 4th Floor, Pearl Omaxe Tower, Netaji Subhash Place, Pitampura, New Delhi - 110034

CIN: L74900DL1992PLC047055 Website: www.rciind.com

Email: cirp.rci.industries.technologies@gmail.com

Date: 25, September, 2025

BSE Limited
Corporate Compliance & Listing Centre
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001
Security Code: 537254

Sub.: Declaration in terms of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of the second proviso to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we declare that R. Bansal & Co., Statutory Auditors of the Company have provided the Audit Reports with modified Opinion for the Un-audited Financial Results (Standalone) of the Company for the quarter and six months ended September 30, 2024.

Below is the statement on Impact of Audit Qualifications (for audit report with modified opinion) on Standalone Audited Financial Results quarter and six months ended on September 30, 2024

Amount in (Lakhs)

Financial details			
Sr.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover / Total income	55.2	55.2
2	Total Expenditure	348.2	348.2
3	Net Profit/(Loss)	-296.5	-296.5
4	Earnings Per Share	-1.89	-1.89
5	Total Assets	9481.38	9481.38
6	Total Liabilities	24,574.71	24,574.71
7	Net Worth	-15,092.93	-15,092.93

Further, basis of qualification is mentioned in the Auditor Report and The RP response to such qualification is attached and marked **Annexure-A**.

You are requested to kindly take the same in your records.

Thanking you.

Yours Truly

For RCI Industries and Technologies Limited

BRIJESH SINGH
BHADAURIYA

Digitally signed by BRIJESH
SINGH BHADAURIYA
Date: 2025.09.25 14:17:24
+05'30'

Brijesh Singh Bhadauriya

Registration Number: IBBI/IPA-002/IP-N01045/2020-2021/13385

Email For Correspondence- cirp.rci.industries.technologies@gmail.com

Email: Registered With IBBI- bsb@bsbandassociates.in

**Registered Address: C-II/08, Mangal Apartments, Vasundhara Enclave,
New Delhi-110096**

Phone No. - +91- 98108 50577

AFA Valid till: 30.06.2026

Date: 25th September 2025

Place: New Delhi

RCI Industries & Technologies Limited

Response of Resolution Professional on Qualified Audit Report

1. The Application was filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (Code) for commencement of Corporate Insolvency Resolution Process (CIRP) in the matter of RCI Industries & Technologies Limited ("Corporate Debtor" or "Company"). Hon'ble National Company Law Tribunal (NCLT) New Delhi vide its order dated November 25, 2022 in C.P (IB) No. 2688 of 2019, commenced the CIRP in the matter of Corporate Debtor and appointed Mr. Brijesh Singh Bhadauriya as Interim Resolution Professional (IRP) subsequently confirming him as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022. The RP had invited Expression of Interest (EoI) from prospective Resolution Applicants (PRAs) to submit the Resolution Plan for the Company. Final plans received were placed, put to vote in the 22nd Committee of Creditor (CoC) (adjourned) meeting held on 5th June 2024. The resolution plan submitted by the JTL Industries Ltd. was approved by CoC and submitted to the Hon'ble NCLT for its approval vide Application No: A51/2024 on 7th September 2024, which is in process of consideration.
2. Due to absence of Chief Financial Officer (CFO, Company Secretary and other officials who were primarily responsible for the book-keeping and closure process and financial reporting, the RP and the remaining employees has made all practical and reasonable efforts to prepare these quarterly financial results for the period ended 31st December 2022. These results have been prepared with the same 'Basis of Preparation' as adopted by the erstwhile board of directors as prescribed under the Companies Act, 2013 and related regulations. The Statutory Auditors have carried out a limited review of the above results.
3. Post commencement of CIRP i.e. 25.11.2022, operations of the Company were temporarily discontinued for various reasons including temporary disconnection of the Electricity connection on 29.11.2022 and was reconnected on 8.12.2022. Further, there were no financial transactions during the month of December 2022 as RP was not recognised by the Vaish Cooperative Bank to allow the Account Operations. As a result of this temporary halt, all the revenues and its related expenses have been impacted and revenue and expenses cannot be compared on quarterly basis. Expenses incurred (post initiation of CIRP) for preserving the value of assets of the company and carry out the Corporate Insolvency Resolution Process were

duly approved by the Committee of Creditors (as required under the provisions of the Code from time to time.

4. After taking over the management and affairs of the company pursuant to the order dated 25.11.2022 of Hon'ble National Company Law Tribunal (NCLT), the RP requested the Directors (powers suspended), Auditors and Compliance officer of the company for handing over the books of accounts and financials of the company. The RP discovered that the CFO of the company had already resigned and left the Company before the commencement of the CIRP and the compliance officer also resigned after commencement of CIRP, leading to delay and difficulties in preparation of the financial results. Further, the RP also simultaneously followed up with the then Statutory Auditors of the company as well to explore preparation and compilation of financial information of the company, however without any success. In fact, the directors (powers suspended) did not hand over the books of accounts, among others and Fixed Assets Register (FAR) of the company. The RP also took this issue with the then Statutory Auditors to provide copy of the Fixed Assets Register (FAR) as they might have obtained and retained the same in their audit working papers. However, even the then Statutory auditors did not provide the copy of FAR to the RP. In fact, they have provided the depreciation chart (maintained in excel sheet) to the RP for the period ended September 30, 2022.
5. After various interaction and persuasion with the director (Power suspended), the RP received the accounting data maintained in books of accounts (maintained in Tally Accounting Software) duly signed by Mr. Rajeev Gupta, the Managing Director (power suspended), through his representative, vide email dated May 22, 2023 details of the same are as follows:
 - a. Un-audited standalone statements of Profit & Loss for period ending November 30th, 2022
 - b. Un-audited standalone balance sheet as at November 30th, 2022
 - c. Notes forming part of unaudited standalone financial statements for the period ended November 30th, 2022.
6. That after scrutiny the aforesaid financial statements, it was noticed that the signed financial results received over email forming part of the above financial results do not contain "Notes No. 1 to 3". As this is very critical observation therefore the same is being reproduced as follows:
 - **Note No. 1:** We could not make as to what could be in Note No 1. As seen from the previous financial statements, the information in Note No 1 should pertain to Corporate Information and Significant Accounting Policies of the Company.
 - **Note No 2:** Schedule pertaining to details of property, plant and equipment and capital work in progress

- **Note No 3:** Schedule pertaining to details of Intangible Assets

7. As the directors, Statutory auditors and compliance officer of the company were not cooperative in providing the desired information and documents promptly to the RP, the RP was forced to filing of Intervention application under section 19(2) of the IBC, 2016 before the Hon'ble NCLT-the adjudicating authority (being IA No: 1396/2023 on 03.03.2023) to provide necessary direction to the directors, auditors and compliance officer of the company to provide the desired information and documents to the RP. The same is still in process of consideration.
8. That the RP took up the issue of reduction in Remuneration with the then Statutory Auditors to bring it to a reasonably fair amount commensurate with the Turnover of the Company, which had reduced substantially recently, as their professional fees was considerably higher for Limited Review Auditor Report during the financial year 2022-23 and at the same time requested them to complete the Limited Review of the Financial Results for the quarter ended 31st December 2022 expeditiously. However, the then Statutory Auditors did not agree for reduction to a reasonable amount of Fees and also submitted their resignation vide email dated 8.08.2023. Thereafter, the new Statutory Auditors were appointed with the approval of the CoC in its meeting held on December 12, 2023.
9. That the was Mr. Rajeev Gupta, the suspended director, was requested to provide duly signed statement of financials upto the CIRP date ie 25.11.2022. As the order of the Hon'ble NCLT was received on 30.11.2022 by the RP, therefore it was agreed with the suspended director to provide the financials upto 30.11.2022 as the Management and affairs of the Corporate Debtor were effectively under control of Mr. Rajeev Gupta, the Managing Director, powers suspended. After receipt of the Order of the Hon'ble NCLT on 30.11.2022, the RP immediately sent formal information to all the Directors of the Corporate Debtor intimating commencement of the CIRP and request for handing over the Management and control and records of the Corporate Debtor. had first meeting with Mr. Rajeev Gupta, the Managing Director (power suspended). This was followed by personal meeting at the registered office of the Corporate Debtor in Delhi in the afternoon on 1.12.2022. In the said meeting, Mr. Rajeev Gupta, the Managing Director (power suspended) informed that the Electricity in the plant has been disconnected by the Electricity Department, therefore, no purpose would be served by visiting the Plant in Baddi, unless there is Electricity connection resumption. The Electricity was re-connected by the Department on 8/12/2022 at 1:50PM. As the Operations in the plant in Baddi continue to operate as a "*going concern*", therefore, certain dispatches of good took place under the guidance of the previous

management till 2.11.2022 under the then existing GST Registration Number No: 02AAACR5727Q2Z3.

10. That the Central Board of Indirect Taxes and Customs, (Department of Revenue), Ministry of Finance, Government of India vide Notification No. 11/2020 – Central Tax New Delhi, the 21st March, 2020 notified those registered persons, referred to as the erstwhile registered person, who are corporate debtors under the provisions of the Insolvency and Bankruptcy Code, 2016 (31 of 2016), undergoing the corporate insolvency resolution process and the management of whose affairs are being undertaken by interim resolution professionals (IRP) or resolution professionals (RP), as the “class of persons” who shall follow the special procedure, from the date of the appointment of the IRP/RP till the period they undergo the corporate insolvency resolution process, as mentioned in the said notification. Regarding new registration under the GST Laws, the said notification provided that the said class of persons shall, with effect from the date of appointment of IRP / RP, be treated as a distinct person of the corporate debtor, and shall be liable to take a new registration referred to as the new registration, in each of the States or Union territories where the corporate debtor was registered earlier, within thirty days of the appointment of the IRP/RP. Accordingly, the IRP/ RP was supposed to start filing “Returns” under the GST laws from the date on which he becomes liable to registration during the CIRP.
11. That accordingly, to the information available to the RP from various sources, it is reported that the Company’s main business is manufacturing of all kind of metals and metal products. Accordingly, the company does not have more than one segment eligible for reporting in terms of relevant in accordance with IND AS 108 “Segment Reporting” issued by the Institute of Chartered Accountants of India.
12. The Company has incurred net losses during the quarter ended as well as in the previous year and its net worth is fully eroded. However, the financial statements of the company are being prepared on going concern basis, as on the date of reporting of these financial Results, has already approved the resolution plan and successful resolution applicant (SRA) is confident of reviving the company.
13. From the information received in soft copy over email on February 18, 2023 in excel sheet (Depreciation chart) from the auditor’s office (Mr. Saurabh Garg, CA) pertaining to fixed assets, the RP found that the information received did not have the complete details of fixed assets such as cost of acquisition, date of acquisition, depreciation charged till date, nature of asset purchase of the company/corporate debtor.

The Resolution Professional as a part of CIR process has also conducted the verification process of various tangible assets lying across Plant in Baddi and Registered office in Delhi.

Further, from the information received from the auditor's office it could not be inferred that all the assets are physically available or not. No tagging of assets was found and there were not Reports of Physical Verification of Assets fixed assets to identify the following:

- a) Description of Assets;
- b) Location and Sub location of Assets
- c) Purchase history
- d) Maintenance schedules

Due to above, RP considered it appropriate to appoint one Chartered engineer for physical verification and Identification of fixed assets basis depreciation chart, verification of assets with the invoices as available. Chartered engineer has done physical verification, identification and found various discrepancies some of which are contained in his Report.

14. Based on the information available and consultation with the Expert Chartered Engineer, it was noticed that various assets appearing in the financial statements in the form of Schedule to Accounts, provided by the erstwhile management of the company as on November 30, 2022 are not physically available in the Plant of the company in Baddi as on the CIRP commencement date. The Financial Impact of all such discrepancies have not been considered in these Financial Results as of now.

14.1 Capital Work in Progress not physically available on physical verification by the RP post commencement of CIRP

Based on the report of the Chartered Engineer Appointed in the matter, received from the said chartered engineer, there are CWIP items physically not available as compared with the depreciation register as provided by the erstwhile management of the company. The impact of the same has not been considered in these financials Results.

14.2 Investments made in associates and subsidiaries companies

Corporate Debtor has made certain investments in associates and subsidiaries companies. RP has requested erstwhile management to provide the financial statements of associates and subsidiaries company as on Insolvency Commencement date, however the same have also not been provided. However, based on available information, following observations are noticed and the Financials Results does not include any impact due on these accounts.

S.No.	Particulars	Amount Invested (INR)	Associate/ Subsidiary	Remarks
1.	Investment in Equity share of RCI World Trade Link DMCC, Dubai	60,41,831	Associate	Investment made in Dubai Subsidiary. On the basis of information available RP is of the view that this subsidiary is having significant assets and profit.
2.	Investment in Equity share of Ace Matrix Solutions Limited	1,77,95,010	Associate	No information available as on CIRP commencement date. As per latest financial statements as on March 31, 2022 company is having positive net worth.
3.	Investment in Equity share of Kay Kay Exim Private Limited	3,69,12,625	Associate	No information available as on CIRP commencement date. As per latest financial statements as on March 31, 2022 company is having positive net worth.
4.	Investment in Equity share of MetalRod Private Limited	6,39,08,760	Associate	No information available as on CIRP commencement date. Though as per

				<p>latest financial statements as on March 31, 2022 company is having positive net worth however, company is having one significant immovable property at Wazirpur which is given as corporate guarantee by Metalrod Private Limited to borrowers of the Corporate Debtor towards credit facilities availed by the Corporate Debtot. Moreover, company's account has been declared NPA by borrower and application for initiation of CIRP has been made by Jammu and Kashmir Bank before Hon'ble NCLT.</p>
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15. The RP had appointed transaction cum forensic auditor to conduct transaction/forensic audit for the period from April 01, 2015 to November 25, 2022 (i.e. Insolvency commencement date). Due to non-availability of books of accounts for the period from April 01, 2015 to March 31,

2017 the audit could be done from April 01, 2017 to November 25, 2022. In his audit report transaction cum forensic auditor discovered the preferential, undervalued, fraudulent and extortionate (PUFE) transactions worth INR 369.71 Crores under section 43, 45, 50 and 66 of the IBC, 2016. Summary of PUFE transactions is as below:

Summary of PUFE Transactions Filed with Adjudication Authority		
S.No.	Particulars of Transactions	Amount (INR)
1	Preferential Transactions (Section 43)	1,47,00,000
2	Extortionate Transactions (Section 50)	96,25,519
3	Fraudulent Transactions (Section 66)	3,67,28,00,441
	Total	3,69,71,25,960

RP has filed applications for PUFE transactions with Hon'ble NCLT for reversal of these transactions.

16. During the previous year, Company had received regulatory enquiries/notices/summons from various Government Authorities like Serious Fraud Investigation Office (SFIO), Enforcement Directorate (ED), Director General, Goods & Service Tax (DGGST), Intelligence, Gurugram Zonal Office, Haryana, and Income Tax Department. The DGGST Intelligence have alleged that their investigations shows that M/s RCI industries, Delhi /Bhiwadi, under the active control and masterminding of Mr Rajeev Gupta, MD of RCI have availed a total fake (Input Tax Credit) ITC availment of Rs. 214 Cr by RCI Industries in cahoots with 56 willing firms/companies or by conjuring by fake/dummy companies and other fraudster firms as detailed in the said show cause notice dated 20.07.2020. It is alleged that the entire and lenders have initiated investigation audit. Pending outcome of the ongoing investigations/enquiries, no impact of the same has been considered in these statements as of now. It is alleged that the entire modus operandi has been orchestrated by means of paper invoices having been issued to pass on fake ITC by these 56 firms/companies without any movement of goods, but a facade has been created by means of contrived GRs/bilties created in the name of fake transporters existing transporters, who have been lured to handover their blank bilties without any trucks in lieu of hefty commission amounts, to be filled in as they wished, without the involvement of these transporters in actual transport. It is further alleged that by these elaborate means, M/s RCI have enriched themselves to the stupendous amount of 213.40 Cr, which have been utilised by them in their outward clearances without the requirement to pay the GST amount in cash. The said investigations, it is alleged, also shows that their outward clearances to M/s Jatalia involving an ITC of ₹74.99 Cr. and M/s Prerna was fake. It is further alleged that as their major involvement of ITC is Fake, it also appears that they have passed on the fake ITC to their manufacturing units based in Himachal Pradesh, namely M/s RCI Copper, Nalagarh and M/s, RCI Industries & Technology, Baddi– totalling ₹17.45 Cr. and other units which require a separate investigation. It is further alleged that these flurry of paper transactions also enable

RCI to inflate their books of accounts and source bank loans and increase their credit limits with the respective banks. Therefore, it is alleged that the entire fake ITC availed by M/s RCI is liable for recovery from them and the said mastermind, Mr Rajiv Gupta, MD and the abettors, Mr Vivek Sharma, logistics Manager and Mr Sachin Gupta, Assistant banking manager, of M/s, RCI are liable for penalty.

Pending outcome of the ongoing investigations/enquiries/ proceedings, no impact of the same has been considered in these statements as of now.

17. The Company has received a Notice U/S 91 of Cr. P.C. vide No. 703 R-ACP/SECTION-1/EOW/NEW DELHI dated 17.02.2023 in respective investigations being conducted by the Economic Offence Wing of Delhi police in FIR No. 182 of 2022 Dt. 20.12.2022 u/s 406/420/120B IPC PS- EOW, Mandir Marg, New Delhi. This FIR has been registered on the bases of Complaint from Clix Finance India Pvt Ltd. which had sanctioned Equipment Finance term Loan of Rs. 3,62,73,025/- (Rupees Three Crores sixty two lacs seventy three thousands twenty five only) to finance the purchase of various Machines as mentioned in the sanction Letter dated 08.07.2019. (referred in Annex-5 at page No. 8 of the Claim documents). The Clix Finance India Pvt Ltd later was merged into Cix Capital Services Private Ltd. The RP had submitted information/reply to the concerned police officer in response to the said Notice vide letter dated 23.02.2023 followed by email on the same date. Thereafter, there is no further query /request for information from the concerned police authorities.

Pending outcome of the ongoing investigations/enquiries/ proceedings, no impact of the same has been considered in these statements as of now.

18. That an FIR number 0615 dated 18/07/2023 has been registered by the police authorities, at police station Madhav Nagar, Katni, Madhya Pradesh u/s 420 & 406 of Indian penal code on the basis of complaint from the authorised officers of the Yantra India Ltd (YIL- the Ordinance factory, Katni - OFKAT) against Mr Rajeev Gupta, MD, Raj Mani Verma Plant Head and Mr Anshuman Uppal administration, Head of the RCI industries requesting for investigation into the misappropriation of the 143.07 MT of material supplied by OFKAT to RCI for performing job work worth ₹10.72 CR before commencement of the CIRP. As the said material was not returned back after doing the Job Work to OFKAT and the said quantity neither found at the Plant in Baddi on the date of CIRP Commencement except 13.06 MT quantity, therefore the OFKAT have filed claim for Loss of Rs. 10.72 Cr. with the RP and also filed FIR for investigation into the matter. The matter is under investigations. Further, Mr. Rajeev Gupta, the suspended Director, has filed an IA NO: 4162 of 2023 on 27.07.2023 for directions to RP to settle the account of Yantra India Ltd. (Ordinance Factory) Katni, by returning the job work material and by allowing the YIL to encash the FDs amount to Rs. 2,31,35,311/-. Further, the

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19. The figures for the previous period/year have been regrouped/rearranged wherever necessary to conform to the current year's classification.
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21. We re-iterate that as per the provisions of the Insolvency and Bankruptcy Code, 2016, the powers of the board of directors stand suspended and the same have been vested with and are being exercised by the Resolution Professional. Accordingly, the Resolution Professional, in his powers have signed the financials.

For RCI Industries and Technologies Limited

BRIJESH SINGH
BHADAURIYA

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SINGH BHADAURIYA
Date: 2025.09.25 14:12:27 +05'30'

Brijesh Singh Bhadauriya

Registration Number: IBBI/IPA-002/IP-N01045/2020-2021/13385

Email For Correspondence- cirp.rci.industries.technologies@gmail.com

Email: Registered With IBBI- bsb@bsbandassociates.in

**Registered Address: C-II/08, Mangal Apartments, Vasundhara Enclave,
New Delhi-110096**

Phone No. - +91- 98108 50577

AFA Valid till: 30.06.2026

Date: 25th September 2025

Place: New Delhi

Date: 25, September, 2025

BSE Limited
Corporate Compliance & Listing Centre
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001
Security Code: 537254

Sub.: Declaration in terms of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of the second proviso to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we declare that R. Bansal & Co., Statutory Auditors of the Company have provided the Audit Reports with modified Opinion for the Un-audited Financial Results (Consolidated) of the Company for the quarter and six months ended September 30, 2024.

Below is the Statement on Impact of Audit Qualifications (for audit report with modified opinion) Un-audited Financial Results (Consolidated) of the Company for the quarter and six months ended September 30, 2024.

Amount in (Lakhs)

Financial details			
Sr.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover / Total income	55.2	55.2
2	Total Expenditure	348.2	348.2
3	Net Profit/(Loss)	-296.5	-296.5
4	Earnings Per Share	-1.89	-1.89
5	Total Assets	9481.38	9481.38
6	Total Liabilities	24,574.71	24,574.71
7	Net Worth	-15,092.93	-15,092.93

Further, basis of qualification is mentioned in the Auditor Report and The RP response to such qualification is attached and marked **Annexure-A**.

You are requested to kindly take the same in your records.

Thanking you.

Yours Truly

For RCI Industries and Technologies Limited

BRIJESH SINGH
BHADAURIYA

Digitally signed by BRIJESH
SINGH BHADAURIYA
Date: 2025.09.25 13:34:08
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Place: New Delhi

RCI Industries & Technologies Limited

Response of Resolution Professional on Qualified Audit Report

1. The Application was filed by the Standard Chartered Bank (Singapore) Limited (Operational Creditor) under section 9 of the Insolvency and Bankruptcy Code, 2016 (Code) for commencement of Corporate Insolvency Resolution Process (CIRP) in the matter of RCI Industries & Technologies Limited ("Corporate Debtor" or "Company"). Hon'ble National Company Law Tribunal (NCLT) New Delhi vide its order dated November 25, 2022 in C.P (IB) No. 2688 of 2019, commenced the CIRP in the matter of Corporate Debtor and appointed Mr. Brijesh Singh Bhadauriya as Interim Resolution Professional (IRP) subsequently confirming him as the Resolution Professional ("RP") under the provisions of the Code. The said order was uploaded on the website and available to the RP on November 30, 2022. The RP had invited Expression of Interest (EoI) from prospective Resolution Applicants (PRAs) to submit the Resolution Plan for the Company. Final plans received were placed, put to vote in the 22nd Committee of Creditor (CoC) (adjourned) meeting held on 5th June 2024. The resolution plan submitted by the JTL Industries Ltd. was approved by CoC and submitted to the Hon'ble NCLT for its approval vide Application No: A51/2024 on 7th September 2024, which is in process of consideration.
2. Due to absence of Chief Financial Officer (CFO, Company Secretary and other officials who were primarily responsible for the book-keeping and closure process and financial reporting, the RP and the remaining employees has made all practical and reasonable efforts to prepare these quarterly financial results for the period ended 31st December 2022. These results have been prepared with the same 'Basis of Preparation' as adopted by the erstwhile board of directors as prescribed under the Companies Act, 2013 and related regulations. The Statutory Auditors have carried out a limited review of the above results.
3. Post commencement of CIRP i.e. 25.11.2022, operations of the Company were temporarily discontinued for various reasons including temporary disconnection of the Electricity connection on 29.11.2022 and was reconnected on 8.12.2022. Further, there were no financial transactions during the month of December 2022 as RP was not recognised by the Vaish Cooperative Bank to allow the Account Operations. As a result of this temporary halt, all the revenues and its related expenses have been impacted and revenue and expenses cannot be compared on quarterly basis. Expenses incurred (post initiation of CIRP) for preserving the value of assets of the company and carry out the Corporate Insolvency Resolution Process were

duly approved by the Committee of Creditors (as required under the provisions of the Code from time to time.

4. After taking over the management and affairs of the company pursuant to the order dated 25.11.2022 of Hon'ble National Company Law Tribunal (NCLT), the RP requested the Directors (powers suspended), Auditors and Compliance officer of the company for handing over the books of accounts and financials of the company. The RP discovered that the CFO of the company had already resigned and left the Company before the commencement of the CIRP and the compliance officer also resigned after commencement of CIRP, leading to delay and difficulties in preparation of the financial results. Further, the RP also simultaneously followed up with the then Statutory Auditors of the company as well to explore preparation and compilation of financial information of the company, however without any success. In fact, the directors (powers suspended) did not hand over the books of accounts, among others and Fixed Assets Register (FAR) of the company. The RP also took this issue with the then Statutory Auditors to provide copy of the Fixed Assets Register (FAR) as they might have obtained and retained the same in their audit working papers. However, even the then Statutory auditors did not provide the copy of FAR to the RP. In fact, they have provided the depreciation chart (maintained in excel sheet) to the RP for the period ended September 30, 2022.
5. After various interaction and persuasion with the director (Power suspended), the RP received the accounting data maintained in books of accounts (maintained in Tally Accounting Software) duly signed by Mr. Rajeev Gupta, the Managing Director (power suspended), through his representative, vide email dated May 22, 2023 details of the same are as follows:
 - a. Un-audited standalone statements of Profit & Loss for period ending November 30th, 2022
 - b. Un-audited standalone balance sheet as at November 30th, 2022
 - c. Notes forming part of unaudited standalone financial statements for the period ended November 30th, 2022.
6. That after scrutiny the aforesaid financial statements, it was noticed that the signed financial results received over email forming part of the above financial results do not contain "Notes No. 1 to 3". As this is very critical observation therefore the same is being reproduced as follows:
 - **Note No. 1:** We could not make as to what could be in Note No 1. As seen from the previous financial statements, the information in Note No 1 should pertain to Corporate Information and Significant Accounting Policies of the Company.
 - **Note No 2:** Schedule pertaining to details of property, plant and equipment and capital work in progress

- **Note No 3:** Schedule pertaining to details of Intangible Assets

7. As the directors, Statutory auditors and compliance officer of the company were not cooperative in providing the desired information and documents promptly to the RP, the RP was forced to filing of Intervention application under section 19(2) of the IBC, 2016 before the Hon'ble NCLT-the adjudicating authority (being IA No: 1396/2023 on 03.03.2023) to provide necessary direction to the directors, auditors and compliance officer of the company to provide the desired information and documents to the RP. The same is still in process of consideration.
8. That the RP took up the issue of reduction in Remuneration with the then Statutory Auditors to bring it to a reasonably fair amount commensurate with the Turnover of the Company, which had reduced substantially recently, as their professional fees was considerably higher for Limited Review Auditor Report during the financial year 2022-23 and at the same time requested them to complete the Limited Review of the Financial Results for the quarter ended 31st December 2022 expeditiously. However, the then Statutory Auditors did not agree for reduction to a reasonable amount of Fees and also submitted their resignation vide email dated 8.08.2023. Thereafter, the new Statutory Auditors were appointed with the approval of the CoC in its meeting held on December 12, 2023.
9. That the was Mr. Rajeev Gupta, the suspended director, was requested to provide duly signed statement of financials upto the CIRP date ie 25.11.2022. As the order of the Hon'ble NCLT was received on 30.11.2022 by the RP, therefore it was agreed with the suspended director to provide the financials upto 30.11.2022 as the Management and affairs of the Corporate Debtor were effectively under control of Mr. Rajeev Gupta, the Managing Director, powers suspended. After receipt of the Order of the Hon'ble NCLT on 30.11.2022, the RP immediately sent formal information to all the Directors of the Corporate Debtor intimating commencement of the CIRP and request for handing over the Management and control and records of the Corporate Debtor. had first meeting with Mr. Rajeev Gupta, the Managing Director (power suspended). This was followed by personal meeting at the registered office of the Corporate Debtor in Delhi in the afternoon on 1.12.2022. In the said meeting, Mr. Rajeev Gupta, the Managing Director (power suspended) informed that the Electricity in the plant has been disconnected by the Electricity Department, therefore, no purpose would be served by visiting the Plant in Baddi, unless there is Electricity connection resumption. The Electricity was re-connected by the Department on 8/12/2022 at 1:50PM. As the Operations in the plant in Baddi continue to operate as a "*going concern*", therefore, certain dispatches of good took place under the guidance of the previous

management till 2.11.2022 under the then existing GST Registration Number No: 02AAACR5727Q2Z3.

10. That the Central Board of Indirect Taxes and Customs, (Department of Revenue), Ministry of Finance, Government of India vide Notification No. 11/2020 – Central Tax New Delhi, the 21st March, 2020 notified those registered persons, referred to as the erstwhile registered person, who are corporate debtors under the provisions of the Insolvency and Bankruptcy Code, 2016 (31 of 2016), undergoing the corporate insolvency resolution process and the management of whose affairs are being undertaken by interim resolution professionals (IRP) or resolution professionals (RP), as the “class of persons” who shall follow the special procedure, from the date of the appointment of the IRP/RP till the period they undergo the corporate insolvency resolution process, as mentioned in the said notification. Regarding new registration under the GST Laws, the said notification provided that the said class of persons shall, with effect from the date of appointment of IRP / RP, be treated as a distinct person of the corporate debtor, and shall be liable to take a new registration referred to as the new registration, in each of the States or Union territories where the corporate debtor was registered earlier, within thirty days of the appointment of the IRP/RP. Accordingly, the IRP/ RP was supposed to start filing “Returns” under the GST laws from the date on which he becomes liable to registration during the CIRP.
11. That accordingly, to the information available to the RP from various sources, it is reported that the Company’s main business is manufacturing of all kind of metals and metal products. Accordingly, the company does not have more than one segment eligible for reporting in terms of relevant in accordance with IND AS 108 “Segment Reporting” issued by the Institute of Chartered Accountants of India.
12. The Company has incurred net losses during the quarter ended as well as in the previous year and its net worth is fully eroded. However, the financial statements of the company are being prepared on going concern basis, as on the date of reporting of these financial Results, has already approved the resolution plan and successful resolution applicant (SRA) is confident of reviving the company.
13. From the information received in soft copy over email on February 18, 2023 in excel sheet (Depreciation chart) from the auditor’s office (Mr. Saurabh Garg, CA) pertaining to fixed assets, the RP found that the information received did not have the complete details of fixed assets such as cost of acquisition, date of acquisition, depreciation charged till date, nature of asset purchase of the company/corporate debtor.

The Resolution Professional as a part of CIR process has also conducted the verification process of various tangible assets lying across Plant in Baddi and Registered office in Delhi.

Further, from the information received from the auditor's office it could not be inferred that all the assets are physically available or not. No tagging of assets was found and there were not Reports of Physical Verification of Assets fixed assets to identify the following:

- a) Description of Assets;
- b) Location and Sub location of Assets
- c) Purchase history
- d) Maintenance schedules

Due to above, RP considered it appropriate to appoint one Chartered engineer for physical verification and Identification of fixed assets basis depreciation chart, verification of assets with the invoices as available. Chartered engineer has done physical verification, identification and found various discrepancies some of which are contained in his Report.

14. Based on the information available and consultation with the Expert Chartered Engineer, it was noticed that various assets appearing in the financial statements in the form of Schedule to Accounts, provided by the erstwhile management of the company as on November 30, 2022 are not physically available in the Plant of the company in Baddi as on the CIRP commencement date. The Financial Impact of all such discrepancies have not been considered in these Financial Results as of now.

14.1 Capital Work in Progress not physically available on physical verification by the RP post commencement of CIRP

Based on the report of the Chartered Engineer Appointed in the matter, received from the said chartered engineer, there are CWIP items physically not available as compared with the depreciation register as provided by the erstwhile management of the company. The impact of the same has not been considered in these financials Results.

14.2 Investments made in associates and subsidiaries companies

Corporate Debtor has made certain investments in associates and subsidiaries companies. RP has requested erstwhile management to provide the financial statements of associates and subsidiaries company as on Insolvency Commencement date, however the same have also not been provided. However, based on available information, following observations are noticed and the Financials Results does not include any impact due on these accounts.

S.No.	Particulars	Amount Invested (INR)	Associate/ Subsidiary	Remarks
1.	Investment in Equity share of RCI World Trade Link DMCC, Dubai	60,41,831	Associate	Investment made in Dubai Subsidiary. On the basis of information available RP is of the view that this subsidiary is having significant assets and profit.
2.	Investment in Equity share of Ace Matrix Solutions Limited	1,77,95,010	Associate	No information available as on CIRP commencement date. As per latest financial statements as on March 31, 2022 company is having positive net worth.
3.	Investment in Equity share of Kay Kay Exim Private Limited	3,69,12,625	Associate	No information available as on CIRP commencement date. As per latest financial statements as on March 31, 2022 company is having positive net worth.
4.	Investment in Equity share of MetalRod Private Limited	6,39,08,760	Associate	No information available as on CIRP commencement date. Though as per

				<p>latest financial statements as on March 31, 2022 company is having positive net worth however, company is having one significant immovable property at Wazirpur which is given as corporate guarantee by Metalrod Private Limited to borrowers of the Corporate Debtor towards credit facilities availed by the Corporate Debtot. Moreover, company's account has been declared NPA by borrower and application for initiation of CIRP has been made by Jammu and Kashmir Bank before Hon'ble NCLT.</p>
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15. The RP had appointed transaction cum forensic auditor to conduct transaction/forensic audit for the period from April 01, 2015 to November 25, 2022 (i.e. Insolvency commencement date). Due to non-availability of books of accounts for the period from April 01, 2015 to March 31,

2017 the audit could be done from April 01, 2017 to November 25, 2022. In his audit report transaction cum forensic auditor discovered the preferential, undervalued, fraudulent and extortionate (PUFE) transactions worth INR 369.71 Crores under section 43, 45, 50 and 66 of the IBC, 2016. Summary of PUFE transactions is as below:

Summary of PUFE Transactions Filed with Adjudication Authority		
S.No.	Particulars of Transactions	Amount (INR)
1	Preferential Transactions (Section 43)	1,47,00,000
2	Extortionate Transactions (Section 50)	96,25,519
3	Fraudulent Transactions (Section 66)	3,67,28,00,441
	Total	3,69,71,25,960

RP has filed applications for PUFE transactions with Hon'ble NCLT for reversal of these transactions.

16. During the previous year, Company had received regulatory enquiries/notices/summons from various Government Authorities like Serious Fraud Investigation Office (SFIO), Enforcement Directorate (ED), Director General, Goods & Service Tax (DGGST), Intelligence, Gurugram Zonal Office, Haryana, and Income Tax Department. The DGGST Intelligence have alleged that their investigations shows that M/s RCI industries, Delhi /Bhiwadi, under the active control and masterminding of Mr Rajeev Gupta, MD of RCI have availed a total fake (Input Tax Credit) ITC availment of Rs. 214 Cr by RCI Industries in cahoots with 56 willing firms/companies or by conjuring by fake/dummy companies and other fraudster firms as detailed in the said show cause notice dated 20.07.2020. It is alleged that the entire and lenders have initiated investigation audit. Pending outcome of the ongoing investigations/enquiries, no impact of the same has been considered in these statements as of now. It is alleged that the entire modus operandi has been orchestrated by means of paper invoices having been issued to pass on fake ITC by these 56 firms/companies without any movement of goods, but a facade has been created by means of contrived GRs/bilties created in the name of fake transporters existing transporters, who have been lured to handover their blank bilties without any trucks in lieu of hefty commission amounts, to be filled in as they wished, without the involvement of these transporters in actual transport. It is further alleged that by these elaborate means, M/s RCI have enriched themselves to the stupendous amount of 213.40 Cr, which have been utilised by them in their outward clearances without the requirement to pay the GST amount in cash. The said investigations, it is alleged, also shows that their outward clearances to M/s Jatalia involving an ITC of ₹74.99 Cr. and M/s Prerna was fake. It is further alleged that as their major involvement of ITC is Fake, it also appears that they have passed on the fake ITC to their manufacturing units based in Himachal Pradesh, namely M/s RCI Copper, Nalagarh and M/s, RCI Industries & Technology, Baddi– totalling ₹17.45 Cr. and other units which require a separate investigation. It is further alleged that these flurry of paper transactions also enable

RCI to inflate their books of accounts and source bank loans and increase their credit limits with the respective banks. Therefore, it is alleged that the entire fake ITC availed by M/s RCI is liable for recovery from them and the said mastermind, Mr Rajiv Gupta, MD and the abettors, Mr Vivek Sharma, logistics Manager and Mr Sachin Gupta, Assistant banking manager, of M/s, RCI are liable for penalty.

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