



# SSSD & CO

Chartered Accountants

Shreemata Nilay, A-11(7) Sector-3, Udaya Society, Tatibandh, Raipur - 492 099 ☎ 0771-4001194  
✉: sssdandco@gmail.com, Branch : 260, Kalindi Kunj, Kabir Chowk, Raigarh - 496001 (C.G.)

## Certificate on outstanding dues to the creditors

Date:

To:

### The Board of Directors

#### Shri Bajrang Power and Ispat Limited

Village Borjhara, Urla Guma Road

Urla Growth Center Raipur

Raipur 493221, Chhattisgarh

1. Equirus Capital Private Limited  
12th Floor, C Wing, Marathon Futurex  
N. M. Joshi Marg, Lower Parel,  
Mumbai 400 013
2. SBI Capital Markets Limited  
202, Maker Tower 'E',  
Cuffe Parade, Mumbai - 400 005

(Equirus Capital Private Limited and SBI Capital Markets Limited is defined as the “**Book Running Lead Manager**” or the “**BRLMs**”)

**Re: Proposed initial public offering of equity shares of face value of Rs. 10 each (the “Equity Shares” and such offering, the “Offer”) of Shri Bajrang Power and Ispat Limited (“the Company”)**

We, S S S D & Co, Chartered Accountants, are the present statutory auditors of the Company. We have received a request from the Company to provide certain confirmations in relation to creditors of the Company. We have reviewed the restated consolidated financial statements of the Company for the Fiscals 2021, 2020 and 2019 which was audited in accordance with the Companies Act, 2013, as amended and the rules framed thereunder, the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India and restated in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the “**Restated Financial Statements**”).

In this regard, we have obtained and reviewed the schedule of creditors along with outstanding balances due to creditors of the Company (on a consolidated basis), prepared by management of the Company, as on March 31, 2021, and compared the amount outstanding as per such schedule with the Restated Consolidated Financial Statements as at March 31, 2021 of the Company, to confirm the accuracy and completeness of such amounts to the extent applicable. We have also reviewed the ledger accounts of creditors, minutes of the meetings of the board of directors of the Company and its subsidiaries, order book(s), minutes of the meetings of various committees of the board of directors of the Company and bank statements of the Company and its subsidiaries and other documents that we have deemed necessary in this regard.



Based on such review, we hereby certify and confirm that, except as disclosed below, as on March 31, 2021 there are no outstanding dues by the Company, on a consolidated basis, to micro, small and medium enterprises and other creditors:

S. No.	Type of creditor	No. of cases	Amount outstanding (in ₹ Million)
1.	Dues to micro, small and medium enterprises	23	10.82
2.	Dues to Material Creditor(s) (as defined below)	4	740.17
3.	Dues to other creditors	930	790.25
4.	<b>Total</b>	<b>957</b>	<b>1541.23</b>

Further, the board of directors of the Company have, pursuant to the resolution dated 15<sup>th</sup> June, 2021, approved that a creditor of the Company (on a consolidated basis), shall be considered to be material (“**Material Creditor**”), for disclosures in the draft red herring prospectus, updated draft red herring prospectus, red herring prospectus and prospectus (the “**Offer Documents**”) prepared in relation to the Offer, if amounts due to such creditor exceeds 5% of the consolidated trade payables of the Company as of the end of the latest period included in the Restated Consolidated Financial Statements (“**Materiality Policy**”). The trade payables of the Company on a consolidated basis as on March 31, 2021, as per the Restated Financial Statements, was ₹ 1541.23 Millions. Accordingly, a creditor has been considered to be a Material Creditor, if the amounts due to such creditor as on March 31, 2021 exceeded ₹ 77.06 Millions.

Based on the Materiality Policy, we certify that the following details in relation to material creditors of the Company as of March 31, 2021 are true, complete, accurate, and not misleading:

S. No.	Name of creditor	Amount (₹)
1.	Essel Mining and Industries Limited	404.69
2.	N.M.D.C. Limited	152.40
3.	Shree Sidhballi Ispat Limited	91.87
4.	Godavari Power And Ispat Limited	91.21
	<b>Total</b>	<b>740.17</b>

Further, we hereby certify that there is no overdues to material creditors as of March 31, 2021, as per the Materiality Policy, to be true, complete, accurate and not misleading.

Based on our examination and as per information and explanation given to us, we confirm that the information in this certificate is true, fair, correct, accurate and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context.

We hereby confirm that while providing this certificate we have complied with the Code of Ethics and the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements, issued by the Institute of Chartered Accountants of India.

This certificate is issued for the purpose of the Offer, and can be used, in full or part, for inclusion in the draft red herring prospectus, updated draft red herring prospectus, red herring prospectus, prospectus and any other material used in connection with the Offer (together, the “**Offer Documents**”).





We hereby consent to our name and the aforementioned details being included in the Offer Documents and/or consent to the submission of this certificate as may be necessary, to any regulatory / statutory authority, stock exchanges, any other authority as may be required and/or for the records to be maintained by the BRLMs in connection with the Offer and in accordance with applicable law.

This certificate may be relied on by the BRLMs, their affiliates and legal counsel in relation to the Offer and to assist the BRLMs in conducting and documenting their investigation of the affairs of the Company in connection with the Offer. We hereby consent to this certificate letter being disclosed by the BRLMs, if required (i) by reason of any law, regulation, order or request of a court or by any governmental or competent regulatory authority, or (ii) in seeking to establish a defence in connection with, or to avoid, any actual, potential or threatened legal, arbitral or regulatory proceeding or investigation.

We undertake to update you of any changes in the abovementioned position until the date the Equity Shares issued pursuant to the Offer commence trading on the stock exchanges. In the absence of any communication from us till the Equity Shares commence trading on the stock exchanges, you may assume that there is no change in respect of the matters covered in this certificate.

All capitalized terms used but not defined herein shall have the meaning assigned to them in the Offer Documents.

Yours Sincerely,

**For S S S D & Co**

Chartered Accountants

Firm Registration Number: 020203C



**Gaurav Ashok Baradia**

Partner

Membership Number: 164479

Place of Signature: Raipur

UDIN: 21164479 AAAACG3127

Date: 12<sup>th</sup> July, 2021

CC:

**Legal Counsel**

**M/s. Crawford Bayley & Co.**

Advocates and Solicitors

State Bank Buildings,

N.G.N. Vaidya Marg, Fort,

Mumbai 400 023, India.