

## FAZAL MAHMOOD & COMPANY

Chartered Accountants  
(A Member firm of PrimeGlobal International)

## MUNIFF ZIAUDDIN & COMPANY

Chartered Accountants  
(A Member of BKR International)

The Chief Executive,  
Mughal Iron & Steel Industries Limited,  
31-A, Shadman 1,  
Lahore.

September 22, 2023

Dear Sir,

### **AUDITORS' CERTIFICATE ON MAINTENANCE OF SECURITY COVER ON SUKUK CERTIFICATES – I**

We have been requested to provide you with a certificate on the annexed Statement of Maintenance of Security Cover on Debt Security (Sukuk Certificates-I) of Mughal Iron & Steel Industries Limited (the Company) as of June 30, 2023.

#### **Scope of Certificate**

This certificate is being issued as statutory auditors of the Company in accordance with requirement of Regulation No. 5C.8(xii)(g) of Chapter 5C of Privately Placed Debt Securities' Listing Regulations of Pakistan Stock Exchange Limited Regulations (PSX Regulations) in respect of maintenance of 125% security cover of the secured debt security.

#### **Management's Responsibility**

Management is responsible for the maintenance of required security cover in accordance with the applicable criteria.

#### **Auditor's Responsibility**

Our responsibility is to certify that the Company is maintaining the security cover in respect of the secured debt security issued by the Company and further to provide a certificate as to whether the Company is maintaining 125% security cover in accordance with the applicable criteria. We have reviewed the security document and verify the maintenance of said security.

#### **Certificate**

Based on our review above, we certify that Company is maintaining 125% security cover of the secured debt security.

#### **Restriction on use and distribution**

This certificate is issued in relation to the requirements as stipulated under Chapter 5C of Privately Placed Debt Securities Listing Regulations No. 5C.8(xii)(g) of the PSX Regulations and is not to be used or distributed for any other purpose. This report is restricted to the facts stated herein and the attachments.

*Fazal Mahmood & Co*

**FAZAL MAHMOOD & COMPANY**  
CHARTERD ACCOUNTANTS  
Date September 22, 2023



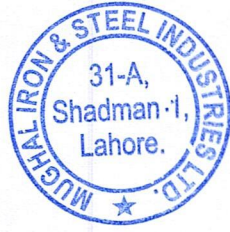

*Muniff Ziauddin & Co*  
**MUNIFF ZIAUDDIN & COMPANY**  
CHARTERD ACCOUNTANTS  
Date September 22, 2023





**STATEMENT OF MAINTENANCE OF SECURITY COVER ON DEBT SECURITY**

We hereby confirm that currently the Company is maintaining 125% security cover i.e., 4,000,000,000/- in respect of the Sukuk Certificates-I of Rs. 3,000,000,000/- issued to the debt security holders.



Muhammad Zafar Iqbal  
Chief Financial Officer

Dated: October 5, 2023

**Basis of preparation:** This Statement is prepared in accordance with the requirements of Regulation No. 5C.8(xii)(g) of Chapter 5C of Privately Placed Debt Securities' Listing Regulations of Pakistan Stock Exchange Limited Regulations (PSX Regulations)

**REGISTERED OFFICE:**

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