

Date: 14.02.2026

To,
Department of Corporate Service
BSE Limited
PhirozeJeejeebhoy Tower.
Dalal Street,
Mumbai - 400 001

Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No C/1, G-Block,
Bandra – Kurla Complex, Bandra (E),
Mumbai – 400051
NSE Scrip Code: 532604
NSE Symbol – SALSTEEL

Sub.: Statement of Deviation or variation(s) in the use of proceeds of Equity Share Warrants under Regulation 32 of the SEBI (LODR), 2015 for the quarter ended 31st December, 2025

Pursuant to Regulation 32 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD1/162/2019 dated December 24, 2019, we hereby confirm that there is no deviation or variation in the use of proceeds from:

Preferential issue of 48, 00,000 Equity Share on conversion of Warrant from the objects as stated in the Explanatory Statement through the notice of Extra Ordinary General Meeting held on 8th June, 2024.

Preferential issue of 1,92,50,000 Equity Share and 3,57,50,000 Warrants from the objects as stated in the Explanatory Statement through the notice of Annual General Meeting held on 26th September, 2025.

A Statement confirming that there is no deviation or variation in the utilization of these proceeds, duly reviewed and approved by the Audit Committee at its Meeting held Today i.e. on February 14, 2026 is enclosed herewith **as Annexure 1 and Annexure 2.**

Kindly take the above on your record.

Thanking you.

Yours faithfully,

For SAL Steel Limited

Kaustubh Agarwal
Managing Director
DIN.: 08110836

Encl.: As mentioned above

Annexure-1**STATEMENT ON DEVIATION OR VARIATION FOR PROCEEDS OF PUBLIC ISSUE, RIGHTS ISSUE,
PREFERENTIAL ISSUE, QUALIFIED INSTITUTIONS PLACEMENT ETC****For The Quarter Ended as on 31st December, 2025****Statement on deviation / variation in utilization of funds raised**

Name of listed entity	SAL Steel Limited
Mode of Fund Raising	preferential issue of 48,00,000 Equity on conversion of Warrant of Face value of ₹10/-each at issue price of ₹25 including premium of ₹ 15/- each.
Date of Raising Funds	28th December, 2025
Amount Raised	₹ 9,00,00,000/- (Rupee Nine Crore Only)
Report filed for Quarter ended	December 31, 2025
Monitoring Agency	Not Applicable
Monitoring Agency Name, if applicable	Not Applicable
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	NOT APPLICABLE
If Yes, Date of shareholder Approval	NOT APPLICABLE
Explanation for the Deviation / Variation	NOT APPLICABLE
Comments of the Audit Committee after review	No Comments
Comments of the auditors, if any	No Comments

Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation (in Actual)	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the quarter according to	Remarks if any
To Meet the Working Capital requirements	Not Applicable	₹ 9,25,00,000	Not Applicable	NIL	No Deviation	--
For general Corporate Purpose	Not Applicable	₹ 2,75,00,000	Not Applicable	NIL	No Deviation	--

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised or
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed or
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.

Thanking You,

Yours Faithfully,

For SAL Steel Limited

Kaustubh Agarwal

Managing Director

DIN.: 08110836

Annexure-2**STATEMENT ON DEVIATION OR VARIATION FOR PROCEEDS OF PUBLIC ISSUE, RIGHTS ISSUE, PREFERENTIAL ISSUE, QUALIFIED INSTITUTIONS PLACEMENT ETC**For The Quarter Ended as on 31st December, 2025**Statement on deviation / variation in utilization of funds raised**

Name of listed entity	SAL Steel Limited
Mode of Fund Raising	i) preferential issue of 1,92,50,000 Convertible Equity Warrant of Face value of ₹10/-each at issue price of ₹18 including premium of ₹ 8/-each convertible into Equity Shares ii) preferential issue of 3,57,50,000 Convertible Equity Warrant of Face value of ₹10/-each at issue price of ₹18 including premium of ₹ 8/-each convertible into
Date of Raising Funds	30th October, 2025
Amount Raised	i) ₹ 34,65,00,000/- (Rupee Thirty Crore Sixty Five Lacs Only) ii) ₹ 16,08,75,000/- (Rupee Sixty Crore Eight Lacs and Seventy Five Thousand Only)
Report filed for Quarter ended	December 31 st , 2025
Monitoring Agency	Not Applicable
Monitoring Agency Name, if applicable	Not Applicable
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	NOT APPLICABLE
If Yes, Date of shareholder Approval	NOT APPLICABLE
Explanation for the Deviation / Variation	NOT APPLICABLE
Comments of the Audit Committee after review	No Comments
Comments of the auditors, if any	No Comments

Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation (₹ in Actual)	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the quarter according to applicable object	Remarks if any
To Meet the Working Capital requirements	Not Applicable	20,00,00,000	Not Applicable	20,00,00,000/-	No Deviation	--
Establishment of Pellet Plant Facility	Not Applicable	10,00,00,000	Not Applicable	10,00,00,000/-	No Deviation	--
Refurbishment and Upgradation of Furnace Facilities	Not Applicable	10,00,00,000	Not Applicable	10,00,00,000/-	No Deviation	--
Strengthening and Upkeep of Plant Infrastructure	Not Applicable	10,50,00,000	Not Applicable	10,50,00,000/-	No Deviation	--
For general Corporate Purpose	Not Applicable	50,00,000	Not Applicable	23,75,000/-	No Deviation	--

Deviation or variation could mean:

(d) Deviation in the objects or purposes for which the funds have been raised or

(e) Deviation in the amount of funds actually utilized as against what was originally disclosed or

(f) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.

Thanking You,

Yours Faithfully,

For SAL Steel Limited

Kaustubh Agarwal

Managing Director

DIN.: 08110836