



September 27, 2021

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

Dear Sir,

AUDITOR'S 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, 2021.

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

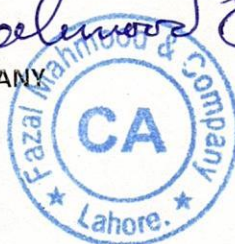
Based on our review above, we certify that Company is maintaining 125% security cover of the secured debt security.

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(xiii)(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 & COMPANY
CHARTERED ACCOUNTANTS

Date: September 27, 2021



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LAHORE-54000 (PAKISTAN)



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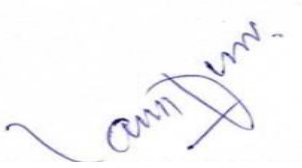
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fazalm@live.com



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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: September 27, 2021

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).