

**MCL/SEC/2025-26**

**8<sup>th</sup> August, 2025**

The Corporate Relation Department  
The National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, G – Block,  
Bandra Kurla Complex,  
Mumbai – 400 051

The Corporate Relation Department  
Department of Corporate Services  
BSE Limited,  
25<sup>th</sup> Floor, Phiroz Jeejeebhoy Towers  
Bandra (East), Dalal Street,  
Mumbai – 400 001

**Security Code: MANGLMCEM**

**Script Code: 502157**

**Sub: Intimation of event/information being treated as material in the opinion of the Board of Directors of Mangalam Cement Limited ('MCL') under Regulation 30(4)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

The Board of Directors of the Company at their meeting held on on **8<sup>th</sup> August, 2025** considered the below mentioned facts reached to the notice of the Board, where the Board noted the views of **Mr. Anil Kumar Mandot, Sr. Joint President (Commercial)** who has been handling the matter in detail. On consideration of the applicable laws and the value of the subject matter involved, the Company is of the view that the events satisfy the understanding of materiality of event/information as envisaged under the SEBI (Listing Obligations and Disclosure Requirements Regulations, 2015).

**The facts and circumstances, which necessitating this Intimation of event/information being treated as material is stated hereunder.**

On or about 16<sup>th</sup> July 2024, Mangalam Cement Limited ('MCL') entered into an arrangement with AUM Commodities FZCO (hereinafter 'AUM/Seller'), a company registered & incorporated under the applicable laws in Dubai for procuring a total quantity of 55,000 (+/- 10%) Green Delayed Petroleum Coke (hereafter "Goods / Cargo") at the price of USD 99.90 per MT CIF. The said agreement for brevity will hereafter be referred to as the "Sale Contract".

Under the said Sale Contract, goods were to be shipped from Venezuela to Kandla Port in India and payment to be made by irrevocable letters of credit, 90% against letters of credit on presentation of the load port documents and the remaining 10% as per the discharge port documents based on actual weight received at the discharge port.

The Company in terms of the Sale Contract opened four irrevocable letters of credit in favour of AUM for a total sum of USD 53,98,255 representing 90% of the value of the cargo. The cargo was insured, the Company being a CIF buyer under Policies issued by Liva Insurance B.S.C.(c) ("Liva") having its office at 38th Floor, Burj Al Salam No 2, Sheikh Zayed Road, Dubai, UAE, where LIVA had agreed to underwrite and insure all risks (including non-delivery) relating to the shipment of 55,000 MT (+/-10%) of the goods to be loaded at Jose Terminal, Venezuela and discharged at Kandla, India.

In this regard, clause 20 of the Sale Contract provided as follows:

***“20. TITLE, RISK AND LIABILITY***

*Risk shall pass from seller to buyer when the product passes vessels rail, as cargo is progressively loaded on board the performing vessel, at the anchorage in the loading port.*

*Title shall pass from Seller to Buyer when payment has been made by Buyer's bank and received in Seller's designated Bank Account.”*

Pursuant to Clause 20 of the Sale Contract, MCL had absolute title to the cargo to the exclusion of all others including AUM/Seller.

As per the BLs, loading of the Cargo was completed on 23 May 2024, although to date, the Cargo has not been delivered to Kandla despite several assurances by the Proprietor of AUM/Seller. We have no information as to when (if ever) the Cargo will be delivered and in these circumstances we have suffered loss in the amount of the Cargo Payment Sum in relation to the non-delivery of the Cargo.

It is pertinent to state here that the Company had been informed by AUM/Seller concerning the itinerary of the Vessel and the coordinates of the Vessel since AUM/Seller could not fulfil its commitment to deliver the cargo, on or about 19 June 2025, MCL lodged a formal Claim under the Policies on Liva, seeking repayment of the Cargo Payment Sum less the applicable 0.5% excess (i.e. USD 5,371,263.92) plus interest and costs while also reserving the right to claim from Liva the costs of pursuing the carrier for the Cargo Payment Sum.

The said claim is under process, and we have currently providing Liva with necessary documents as requested in their email to us dated 15 July 2025. Furthermore, as endorsees under the BLs, we have, through our English Solicitors in Hong Kong, WFW, issued a letter of demand upon inter alia the contractual carrier under the BLs i.e. Huanshan HK Limited of Hong Kong, the Ultimate Beneficial Owner – Mr. Cao Yuli of Hubei Province, China, the Ship Managers - Safe Ships Ltd of Qingdao, China, Charterers - Virraje Shipping FZCO of Dubai and the Ship Brokers - Mr Stavros Moussoyannis of East Mediterranean Marine Ship Management and Operation LLC of UAE. We are also continuing to take such steps as may be necessary to preserve and exercise our rights under the BLs to protect both our and also the insurers interests against the carrier as a potential subrogee of our claim.

You are requested to kindly take the same on record.

Yours faithfully,

**For Mangalam Cement Limited**

**Pawan Kumar Thakur**  
**Company Secretary and Compliance Officer**