



MIDDLE EAST  
MINES & MINERAL INDUSTRIES  
DEVELOPMENT HOLDING Co.

# ANNUAL REPORT

2023-2024

[www.midhco.com](http://www.midhco.com)









**MIDHCO**



**IN THE NAME OF GOD**



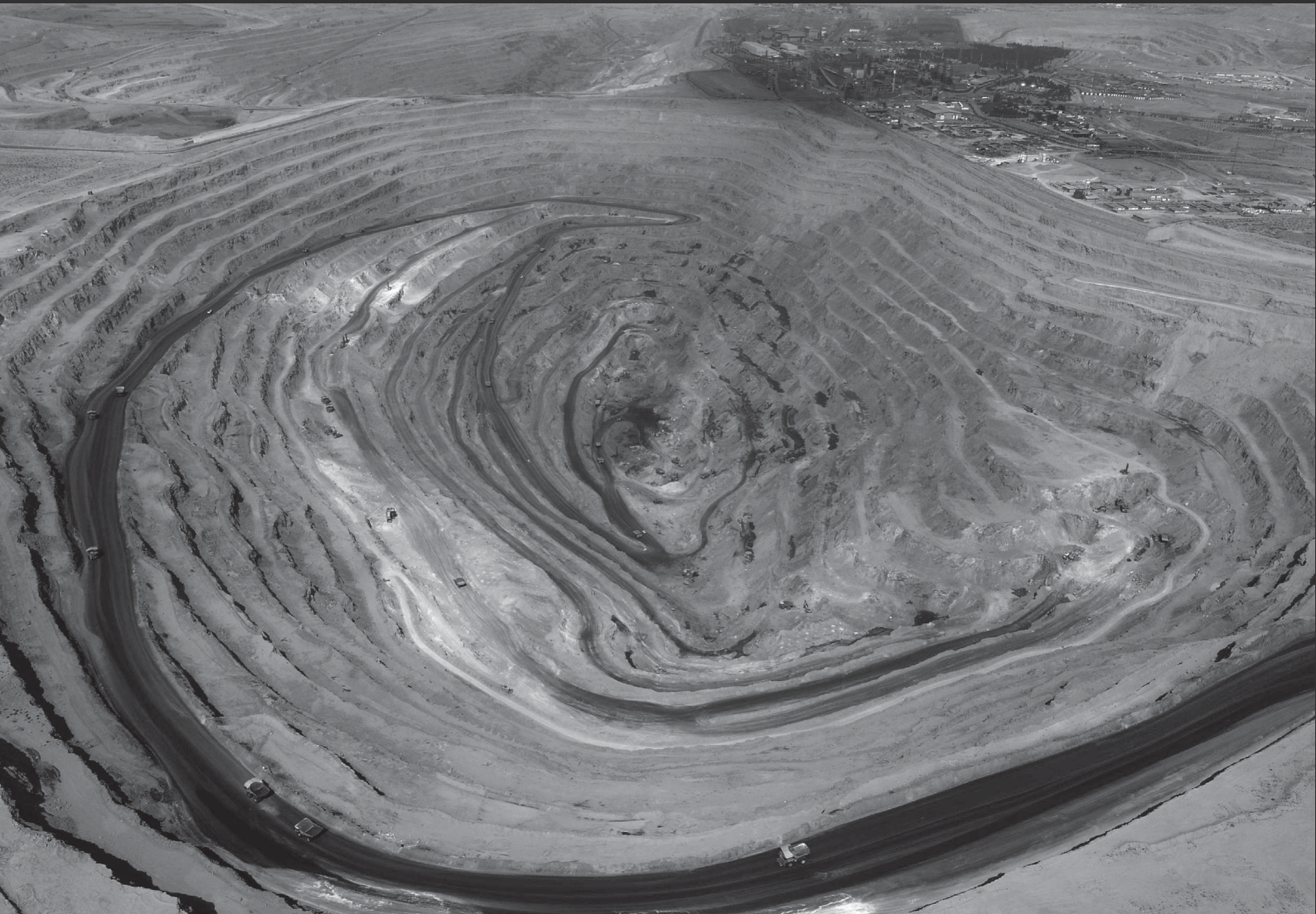
# Annual Report

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2023-24

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INDUSTRIES DEVELOPMENT  
HOLDING Co.

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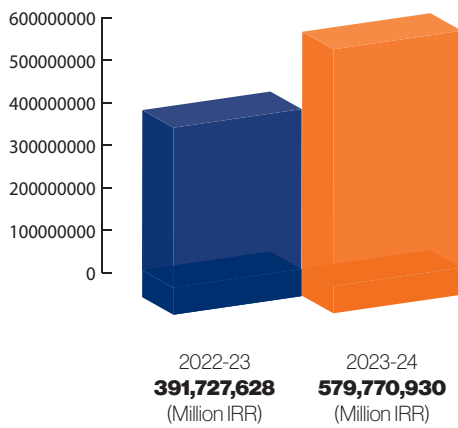
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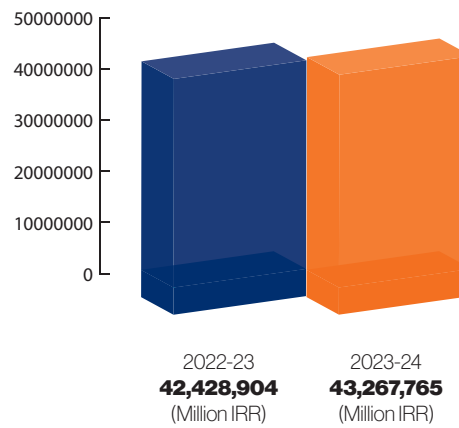
# Key Figures

	2023-24 (Million IRR)	2022-23 (Million IRR)
Tangible Fixed Assets	1,219,375,786	927,683,053
Gross Profit	122,673,040	110,849,442
Operating Profit	154,522,106	101,877,947
Inventory of Goods & Materials	416,589,082	224,071,056

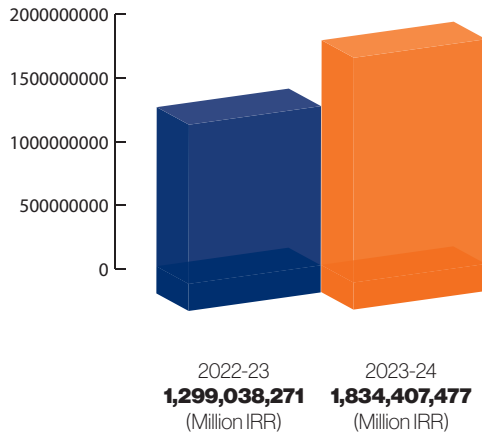
**Operating  
Revenues**



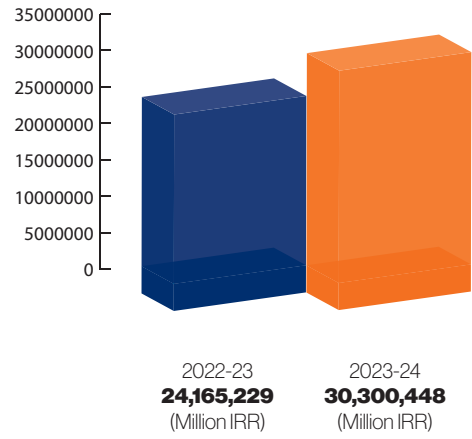
**Net Profit**



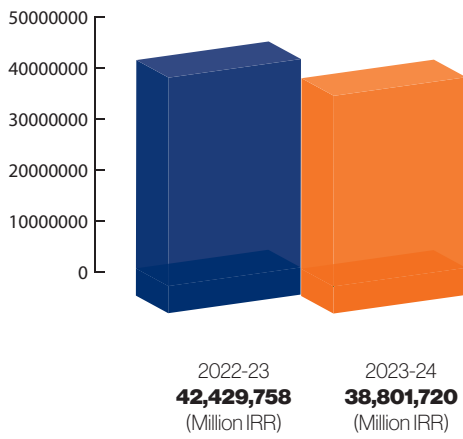
### Total Asset



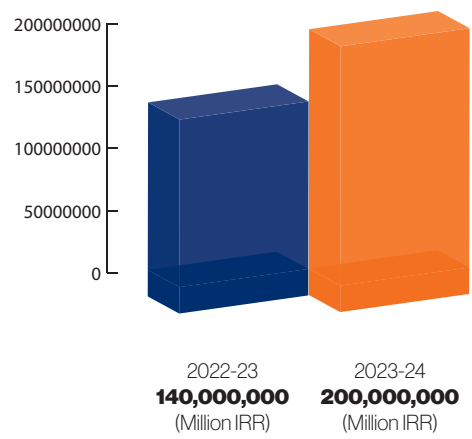
### Long-term Investments



### Retained Earnings



### Capital





# CEO's Statements

Aliasghar Pourmand



In spite of certain obstacles in the last fiscal year, MIDHCO pursued its mission and adhered to its plans as per respective schedules.

Achieving over 110 million tons of mining extraction and over 22 million tons of industrial products, including steel billets, sponge iron, iron concentrates and pellets, copper cathode and tubes, ferrosilicon, coal and coal tar, and also a 20 percent increase in exports, are among MIDHCO's accomplishments. Furthermore, all projects demonstrated remarkable progress as per their time schedules.

The commissioning of the Butia combined cycle power plant, the magnesium production project with a capacity of 6,000 tons per year (the first metal in Iran and the region), the Zarand concentrate dryer, and the dewatering unit are noteworthy achievements.

We are pleased to announce that the production goals were accompanied by financial achievements as well as an overall remarkable performance during the last year.

We are also proud that MIDHCO and several of its subsidiaries were granted highly respected national and other awards. To name a few, MIDHCO was awarded the National Excellence Silver Award, and several subsidiaries obtained Bronze Awards.

MIDHCO further received a gold medal in knowledge management and other awards related to green industry, sustainable development, and social responsibilities. MIDHCO, in pursuit of its crucial objectives, has embarked on adopting new and advanced technologies. In particular, the invention of Tank Biobleaching technology

for copper production has been a remarkable achievement globally.

It is certain that the development of our mining and related industries will have positive effects on regional development, especially with advanced technologies and sustainability, as well as economic viewpoints.

Recognizing the importance and impact of digital technologies on various aspects of the mining and metal industries, MIDHCO has identified opportunities for improving productivity in different areas of its business and is progressing towards digitalization and smart process integration. The digital transformation model for each company is identified. The national and energy management approach will define plans and execute projects for recycling, reusing, and reducing the consumption of water, energy, and minerals in current units and future development projects of MIDHCO.

I express my gratitude and appreciation toward our honorable shareholders, valued customers, colleagues, contractors, as well as other stakeholders in MIDHCO for the faith and trust they have bestowed on our organization.



MIDHCO



# Board of Directors



**Dr. Majid Ghasemi**  
Chairman



**Dr. Aliasghar Pourmand**  
CEO & Vice-Chairman



**Dr. Bahram Sobhani**  
Board Member



**Ali Palizdar**  
Board Member



**Reza Ashraf Semnani**  
Board Member



# Leadership Committee



Dr. Aliasghar  
Pourmand



Ali Palizdar



Dr. Bahram  
Sobhani



Hamid Ghanouni



Reza Ashraf  
Semnani



Dr. Mohammad  
Ekram Jafari



Ali Yazdani



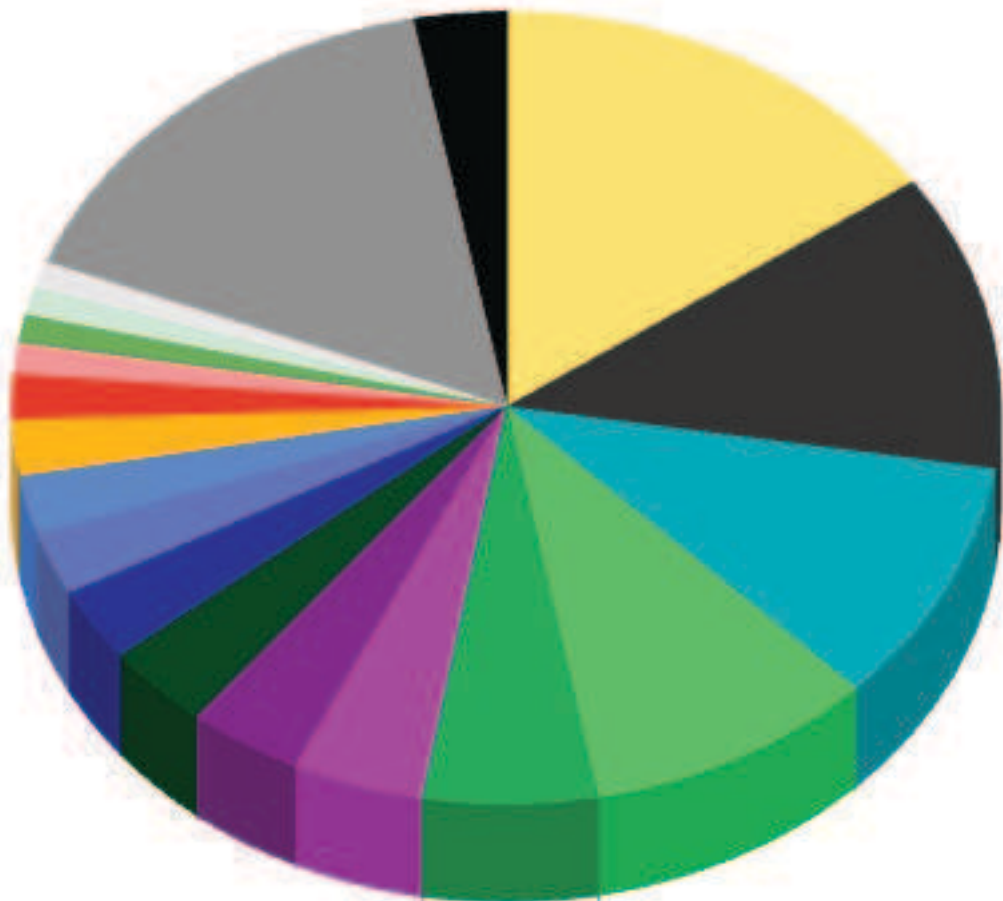
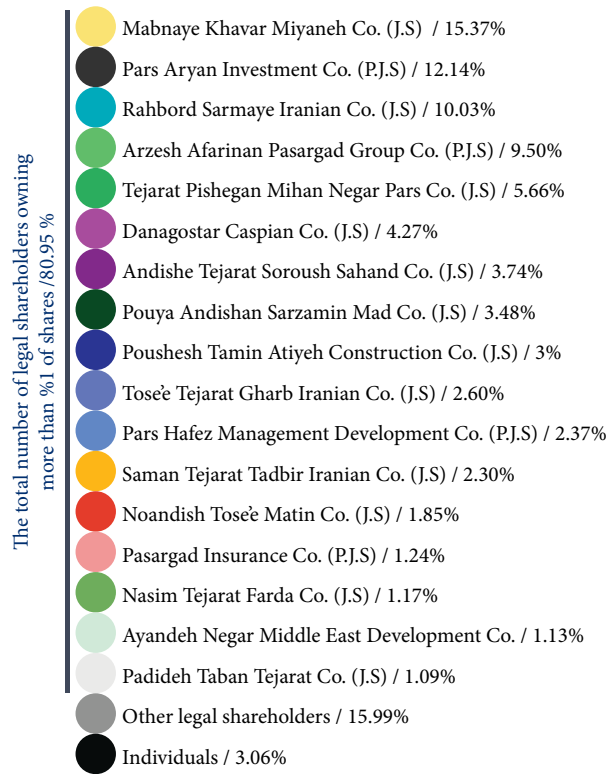
# Shareholders' Composition

The following pie chart represents the composition of shareholders, also large and reputable corporations, with more than one percent ownership stake at MIDH-CO up to March 19, 2024.





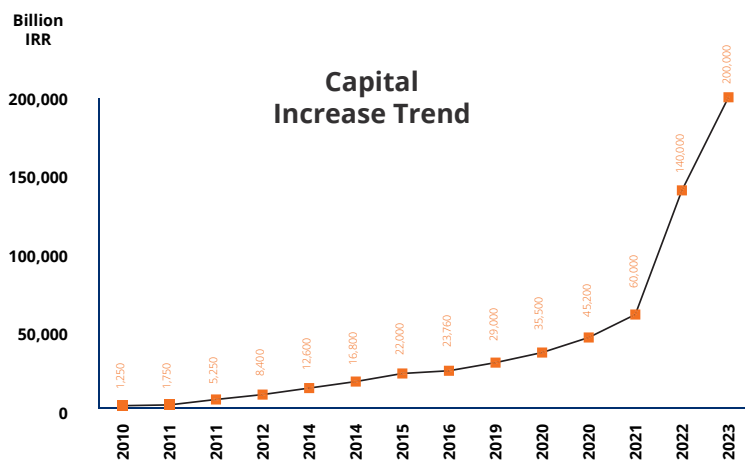
The total number of individual and legal shareholders / 100 %





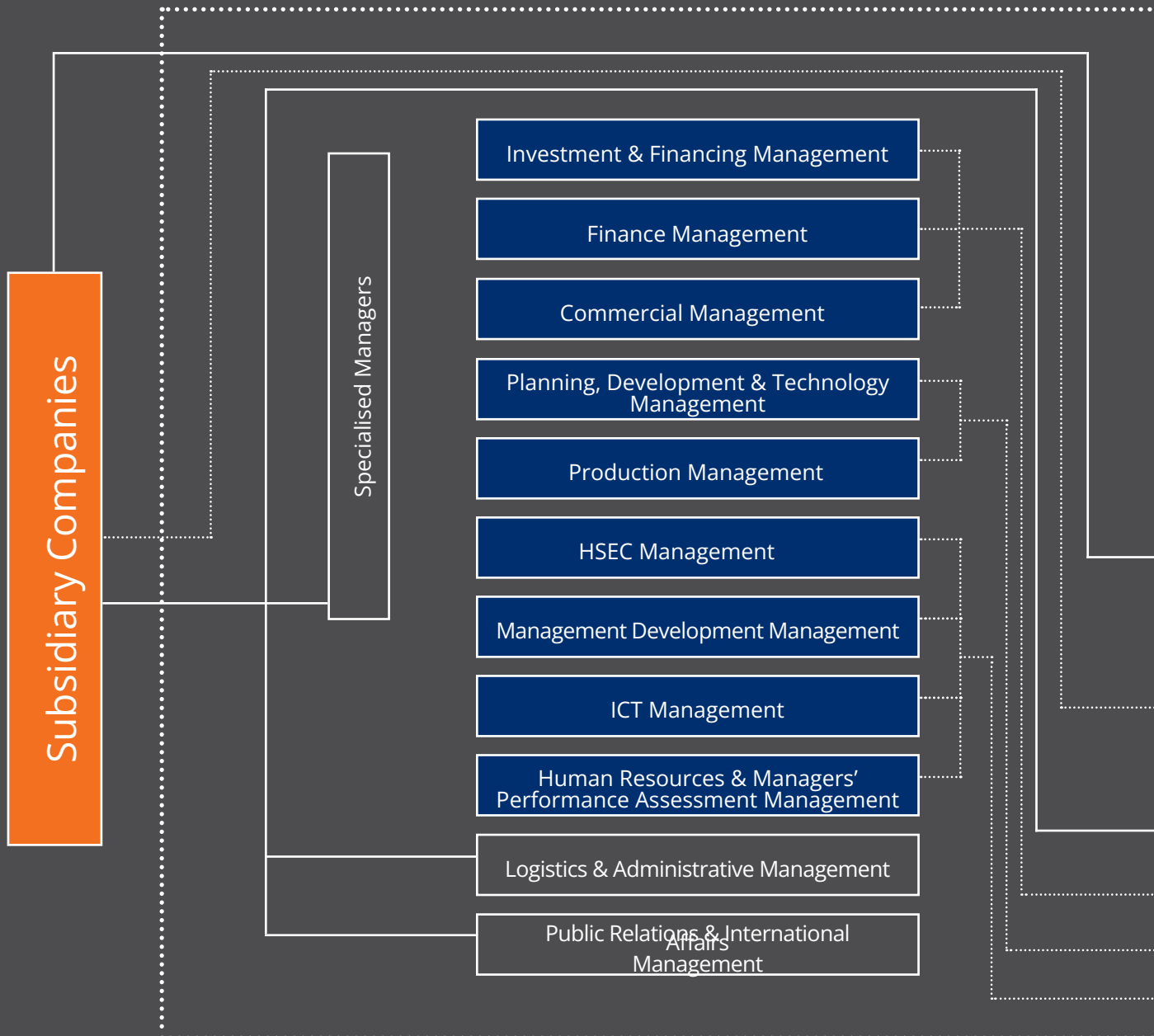
# Capital

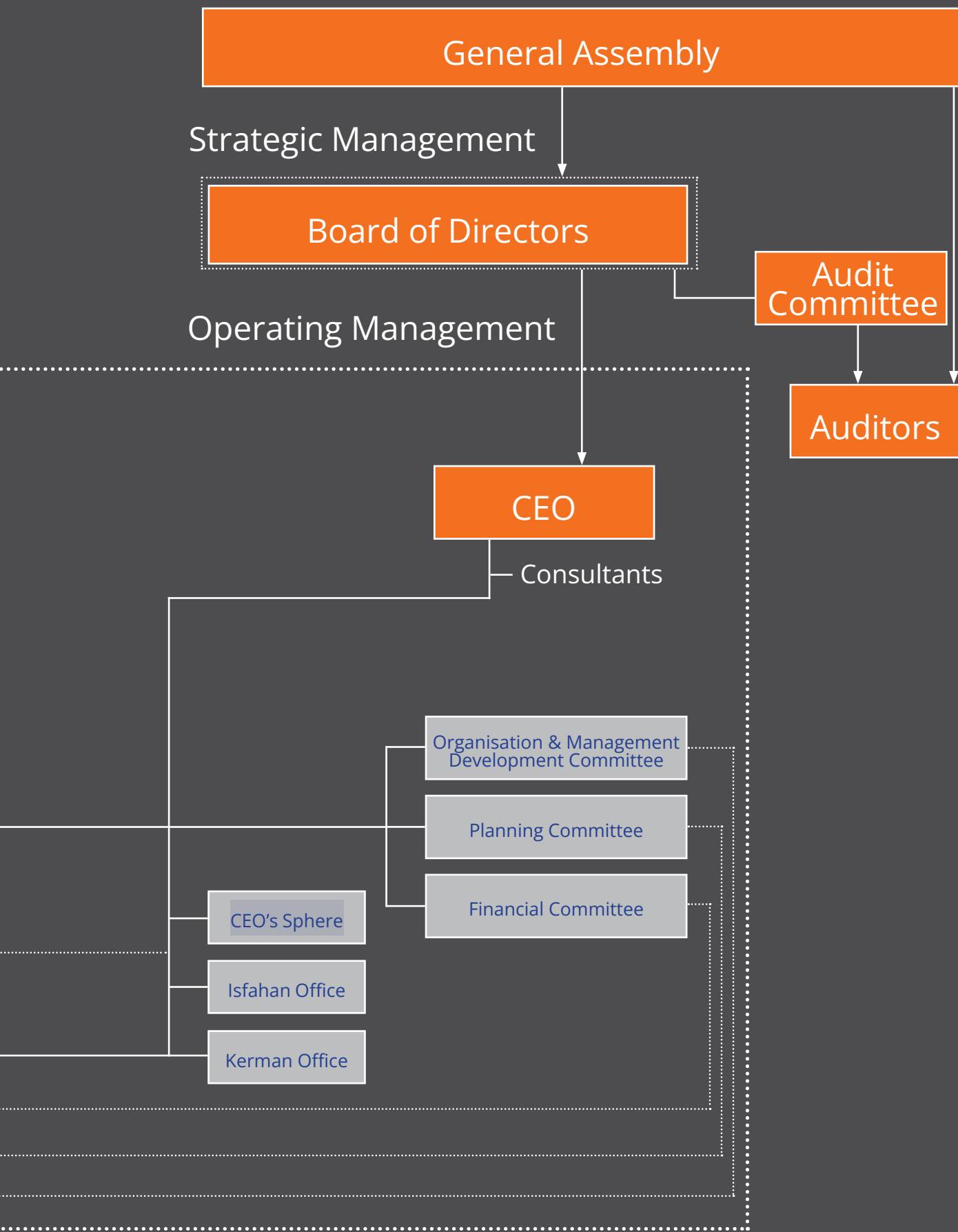
MIDHCO commenced its operations with an initial capital of IRR 1,000 billion. Since this holding company was established, its capital has increased on several occasions. Today, MIDHCO's capital has risen to IRR 200,000 billion. The following line chart demonstrates the capital increase trend of MIDHCO from 2010 to date:





# ORGANIZATIONAL CHART





# Background & Fields Of Activity

Middle East Mines & Mineral Industries Development Holding Company (MIDHCO) was established in 2007 to develop Iran's mines and mining industrial sector and to participate in the execution of Article #44 of the Iranian Constitution, which puts an emphasis on downsizing of the Government and encouraging the private sector to further participate in Iran's development.

As a holding company, MIDHCO is involved in investing in companies, in which it is represented by at least one board member. These companies are essentially active in exploration, mining operations, mineral processing (including grinding, sorting, separating, while smelting and refining metals), chemical production and decorative building stone processing.

Furthermore, MIDHCO invests in companies that offer mining and mining industries related consulting, financial and economic, commercial, management and supervisory services, as well as companies which are involved in the development of production plants within Iran or overseas.

In addition to investing in other companies, MIDHCO is also engaged in many different activities,

such as:

- ◎ Carrying out explorations for minerals and exploiting mines.
- ◎ Investing in the mining industries. Our investments cover areas such as purchasing, entering into partnerships, renting and selling movable properties in the mining industries sector.
- ◎ Setting up a securities portfolio, funded from the company assets.
- ◎ Market making of bonds on behalf of others as well as managing investment funds.
- ◎ Offering investment and risk management consulting services.
- ◎ Investing in mines and mining related industries which are related to mine ore and production of metal and non-metal mineral concentrates. These industries may be in Iran or abroad.





# S

## Strategic Slogan

Our development begins from mining.

# O

## Objectives

We aim to:

- Increase our shareholders' stock value.
- Achieve beneficiaries' satisfaction.
- Improve global ranking

# M

## Mission

Our mission is to:

- Create sustainable and long-term value for shareholders through the design, implementation, and development of mines and mineral industries.
- Promote and maintaining sustainable development in the country's mining and mineral industries.
- Enhance our management and technological standards and boost our share in Iran's gross domestic product (GDP).

# K

## Key Strategies

Our main strategies include:

- Branding within Iran, the region and the world.
- Maximizing the outcome from the potentials of the financial institutions in Iran and abroad.
- Increasing our choice in financing (bonds, finance, credit facilities, barter, sales, etc.)
- Being a knowledge-based, progressing, learning and agile organization.
- Having a global outlook, being updated with the future in mind.
- Implementing professional management.
- Boosting our operations abroad (investing, engaging in partnerships, establishing mining and industrial units and asserting an active presence in the international markets).
- Adopting and being assessed based on the global models, standards and indexes.
- Concentrating on providing steel, copper and upstream products and boosting the variety of related services rendered.
- Concentrating our products to steel and copper industries while increasing their related services.
- Implementing a comprehensive and integrated process from initial idea to final products (A to Z), where value is gained from the exploration stage to downstream industries.
- Developing technology and reducing the final cost via emphasizing on innovation and high-technology.

# V

## Vision

To become an international mining and mineral industries holding company.

- Achieving sustainable development by complying with safety, health, environmental and social responsibility concerns.
- Paying special attention to our human resources.

# A

## Achievements

### EFQM Prizes:

- Organizational Excellence National SIMIN Award (High Range).
- SISCO Organizational Excellence National BOLOURIN Award.
- Pabdana Coal Processing Company Organizational Excellence National BOLOURIN Award.
- Four-Star Commendation (MEMSECO).
- Three-Star Commendation (ZISCO).
- Three-Star Commendation (FESICO).
- Two-Star Commendation (MESCO).
- Two-Star Commendation (MANA).
- Two-Star Commendation (ISTCO).

### Iran's top companies (IMI100) rank in the sales index:

- MIDHCO (Rank #35)
- ZISCO (Rank #58)
- SISCO (Rank #68)
- MANA (Rank #198)
- IBCCO (Rank #218)
- MIEPCO (Rank #226)
- FESICO (Rank #317)
- Pabdana Coal Processing Company (Rank #322)
- IMICO (Rank #404)
- MESCO (Rank #447)

### International Knowledge Management Award from the Iran Management Association:

- MIDHCO (Gold Prize)
- ZISCO (SILVER Prize)
- SISCO (SILVER Prize)
- BISCO (SILVER Prize)
- MEMSECO (SILVER Prize)

- FESICO (Bronze Prize)
- Pabdana Coal Processing Company (Bronze Prize)
- MANA (Bronze Prize)
- IBCCO (Bronze Prize)
- MEMRADCO (Bronze Prize)
- ISTCO (Three-star Certificate)
- MIEPCO (Three -star Certificate)
- TAMIDHCO (Two-star Certificate)
- MESCO (One-star Certificate)
- MANASAZ Abyek (One -star Certificate)

### Social Responsibility Management Award from the Iran Management Association:

- MIDHCO (Gold Prize)
- ZISCO (SILVER Prize)
- SISCO (SILVER Prize)
- BISCO (Bronze Prize)

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# P

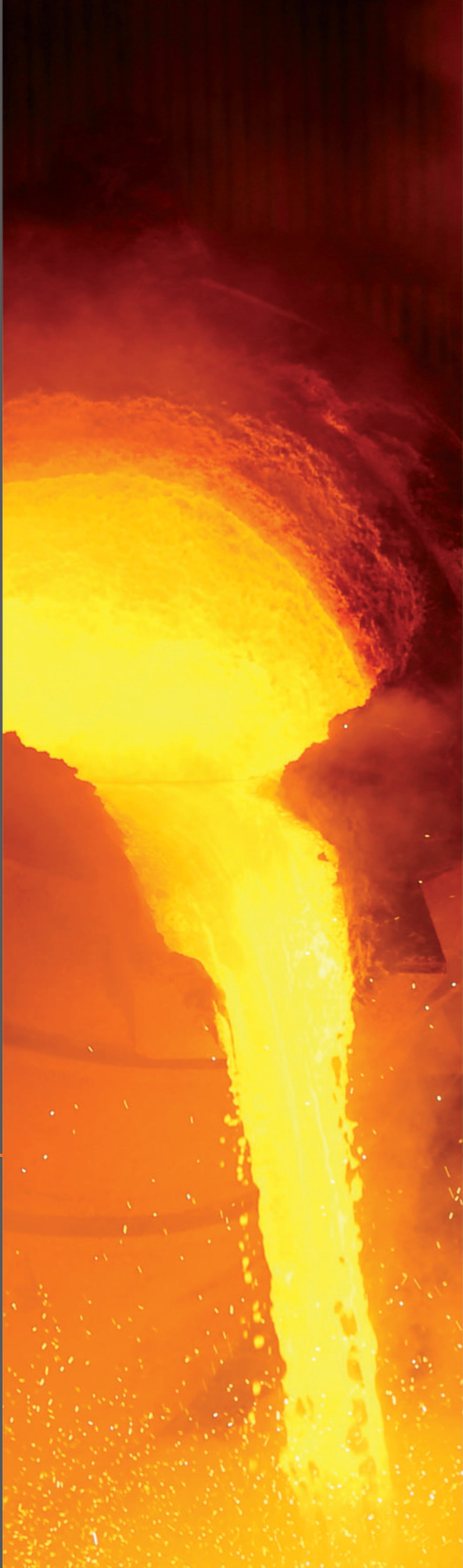
## Production Targets

Product	Capacity
Crude Steel	4.2 million Tons
Sponge Iron	3 million Tons
Iron Ore Pellet	7.5 million Tons
Iron Ore Concentrate	8 million Tons
Metallurgical Coke	1.2 million Tons
Coal Concentrate	1.1 million Tons
Copper Cathode	50 thousand Tons
Copper Pipe	12 thousand Tons
Ferro Silicon	24 thousand Tons
Electrical Power	500 MW
Lime & Dolomite	400,000 Tons
Magnesium	6 million Tons
Coal Tar	42 thousand Tons
Micro silica	8 thousand Tons









**OUR  
SUBSIDIARY  
COMPANIES**

**PART I**



# Zarand Iranian Steel Co. (ZISCO)

---



CEO  
**Mr. Sohrabnezhad**

Contact Detail:

Address: #113, Motahhari Avenue,  
Tehran, Iran.

Tel: +98 21 88757321-2  
Fax: +98 21 88733888



## ■ Background & Scope of Activities:

This company which was established in 2008, manufactures billets and other steel products. The factories of this company are located in Kerman province which is in southeast Iran. The capital of ZISCO, which is almost fully owned and controlled by MIDHCO, currently stands at IRR27,000 billion. Its income is IRR240,417,040 million. The scopes of activity of ZISCO, according to its Articles of Association, are as follows:

- Carrying out all kinds of contracting operations, including consulting and engineering services within Iran and overseas.
- Designing, equipping, exploring, and exploiting mines.
- Establishing iron and steel plants.
- Establishing manufacturing plants of related industries as a means to further develop the steel industry.
- Steelmaking using various melt and casting operations.
- Engaging in trading activities. Investing in other companies.
- Engaging in any other activity that promotes company objectives.

## ■ Launched & Ongoing Projects:

- A. Mines
- Khomroud Coal Mine: This project includes launching a coal mine with a capacity of 750 thousand tons and constructing a coal washing plant.

- Jalal Abad Iron Ore Mine: The total capacity of this mine is 179.9 million tons
- B. Launched plants
- Iron Ore Concentrate Plant (capacity: 4 million tons/ annum)
  - Coke Making Plant (capacity: 1.2 million tons/ annum)
  - Pelletizing Plant (capacity 2.5 million tons/ annum)
  - Pabdana Coal Washing Plant (capacity: 475 thousand tons/annum)
  - Steelmaking Treatment Plant
- C. Implementing projects
- Steel Making Plant with a capacity of 1.7 million tons/annum: This project has experienced a %99.37 of physical progress and is in the course of utilization.

## ■ Other projects include:

- Direct Reduction Project (physical progress:7.14%)
- Copper recovery project from the tailings of the concentrate line (physical progress: 2.01%)
- Iron ore transfer project (physical progress: 0.36%)
- Hot coke transmission line project (physical progress: 42.5%)
- Zarand sewage collection network project (physical progress: 65.46%)
- The project of natural gas supply of the blast furnace (physical progress:100%)
- Kerman Central Building Project (physical progress: 7%).
- Preparation and equipment project for Khomroud mines (physical progress: 45.95%).





# Sirjan Iranian Steel Co. (SISCO)



CEO  
**Mr. Ebrahimi**

Contact Detail:

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Alley, Mir Emad St., Motahari St.,  
Tehran, Iran.

Tel: +98 21 41453000  
+98 34 31245500  
Fax: +98 21 88544246



## ■ Background & Scope of Activities:

This company which was established in 2009, is engaged in launching steel mills and their related units to manufacture all kinds of standardized geometrical steel products. Almost all of its shares are owned by MIDHCO. The capital of SISCO currently stands at IRR85,000,000 million.

## ■ Launched & Ongoing Projects:

- Direct Reduction Project (capacity: 1 million tons/ annum)

This unit manufactures sponge iron with a grade of at least 65% (1.2 million tons/annum), and calcined lime with a grade of at least 85% (4,000 tons/annum).

- Steel Making Project (capacity: 1 million ton/ annum).

This project, composed of melt and a continuous casting unit is equipped with an electric arc furnace (EAF). During the reporting period, the production volume of this plant was 725,608 tons.

- Golgohar Iron Ore Mine 2

The total capacity of this mine is 37 million tons.

- Golgohar Iron Ore Mine 4

The total capacity of this mine is 73 million tons.

- Golgohar Iron Ore Mine 6

The total capacity of this mine is 76 million tons.

- Phase I Iron Ore Concentrate Project (capacity: 2 million tons/annum).

This project was launched in 2012.

- Phase II Iron Ore Concentrate Project (capacity: 2 million tons/annum).

This plant was commissioned in March 2016.

Currently, the concentrate produced in the first and second phases of the Sirjan Complex is primarily used in the pelletizing plant. The surplus is sent to the pelletizing unit of Butia Iranian Steel Company (a subsidiary of the group).

The total concentrate produced by both phases was 3,043,836 tons, during the reporting period.

- Pelletizing Project (capacity: 2.5 million tons/ annum)

This project was launched on 22.10.2016.

- Re-crushing Project (capacity: 2.5 million tons/annum)

The project was fully utilized on 30.01.2018.

## ■ SISCO's Performance:

During the reporting year, SISCO exported USD53,355,597 worth of products, indicating a staggering growth compared to the previous year (USD155,987,551). Domestic sales also experienced a significant growth, reaching IRR190,316,596 million (previous year: IRR123,648,444 million).

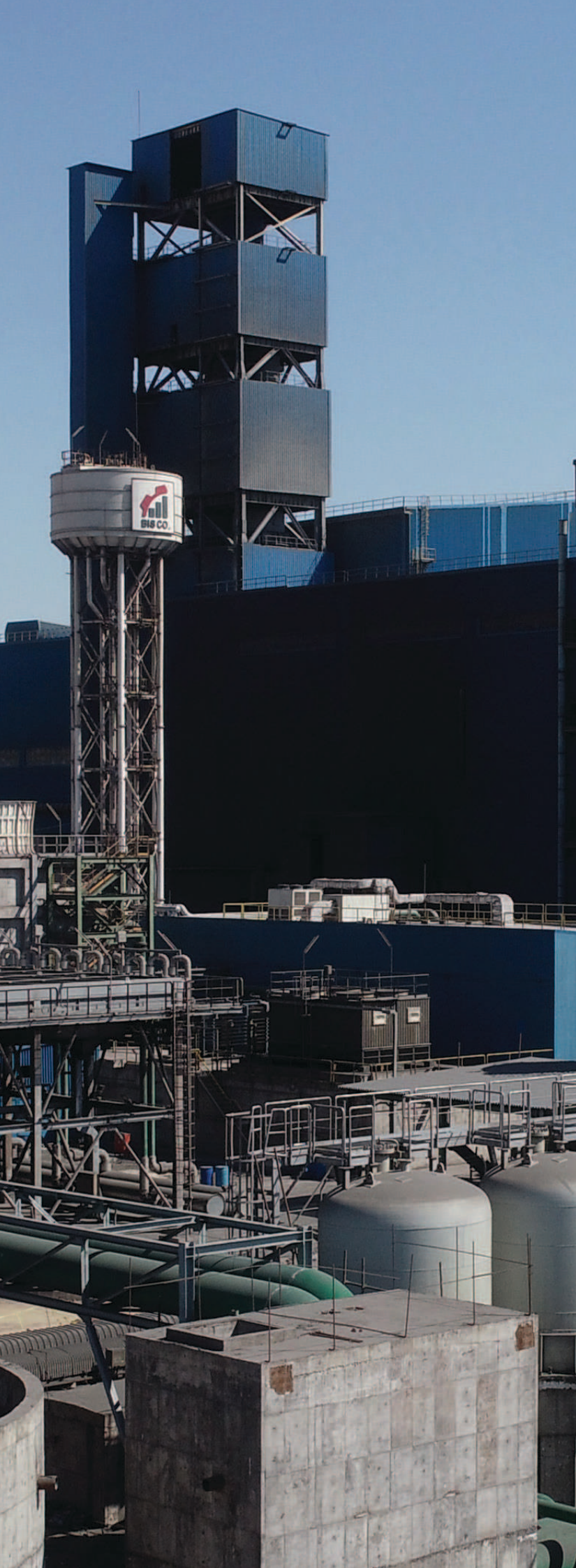
The operating profit of this company amounted to IRR60,743,416 million (previous year: IRR48,632,040 million). In addition, the company's gross profit amounted to IRR61,655,479 million (previous year: 48,025,107 million) during the reporting period.

During 2023-2024, SISCO extracted 3,043,836 million tons of iron ore concentrate and produced 2,304,530 million tons of iron ore pellet. The company also manufactured 765,602 thousand tons of sponge iron ore and over 640,191 thousand tons of billet.

Due to its outstanding performance, SISCO was granted many prizes some of which include Silver Award by Iran Management Association. SISCO also was granted some prizes for its outstanding performance in social responsibility, HSEC, and knowledge management. SISCO also ranked 68 among the top 100 Iranian companies by the Industrial Management Institute (IMI-100).







# Butia Iranian Steel Co. (BISCO)

---



CEO  
**Mr. Khosravi Rad**

Contact Detail:

Address: 124#, Sepehr St., Farahzadi  
Blvd., Shahrake Gharb, Tehran, Iran.

Tel: +98 21 91009200  
Fax: +98 21 86129471



## ■ Background & Scope of Activities:

This company is engaged in launching steel-making plants along with their related units as well as power plants which are aimed at supporting Iran's mining and mineral industries. Butia Iranian Steel Company is also involved in other related activities such as exploration, trading operations, etc. The capital of this company which has undergone several increases currently stands at IRR59,200 billion and almost all of its shares are owned by MIDHCO and the remainder is controlled by its subsidiaries. The company operating income is IRR100,222,860 million and its net profit is IRR349,785 million.

## ■ Launched & Ongoing Projects:

- Pelletizing Plant (capacity: 2.5 million tons/annum)

Construction work on this plant began in 2012. Once launched, it shall produce pellets using the HYL method. The production capacity is 1.5 million tons of billet and 2 million tons of sponge iron per annum.

- Steel Making & Reduction Plant (capacity: 1.5 million tons/annum)

This plant shall be equipped with a direct reduction unit and an electric arc furnace. The main products of this plant shall be blooms and billets.

- Combined Cycle Power Plant (capacity: 450 MW)
- Concentrate Project (capacity: 2.5 million tons/annum)

To implement this project, some environmental and legal permits were obtained. In addition, some foreign companies have applied and submitted their request to implement this project via an EPC contract. Some infrastructure projects are wastewater treatment plants, access roads and gas transfer lines, all of which are required to implement the above projects.







# Iranian Babak Copper Co. (IBCCO)

---



CEO  
**Mr. Mirzaie**

Contact Detail:

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Fakhar Moghadam St., Sepehr St.,  
Farahzadi Blvd, Shahrake Gharb,  
Tehran, Iran.

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Fax: +98 21 91070800 (900)



## ■ Background & Scope of Activities:

IBCCO is a major player in Iran's copper processing industry and specializes in launching and utilizing copper processing plants. This company is mainly owned by MIDHCO, and its remaining few shares belong to MIDHCO's subsidiaries. This company is essentially engaged in all downstream and upstream copper production-related activities, some of which include: copper mine exploitation, mineral processing of small and medium size copper mines, the establishment of copper plants, including cathode production, setting up downstream copper plants for producing copper products such as pipe and tubes, copper wire and rods, foils, profiles, etc., imports and exports of goods, equipment and machinery required for copper-related projects as well as technical supervision, management and commercial activities in the above-mentioned fields. Net sale of the company amounted to IRR32.100 billion while its net profit reached IRR459 billion. IBCCO's capital currently stands at IRR12.980 billion.

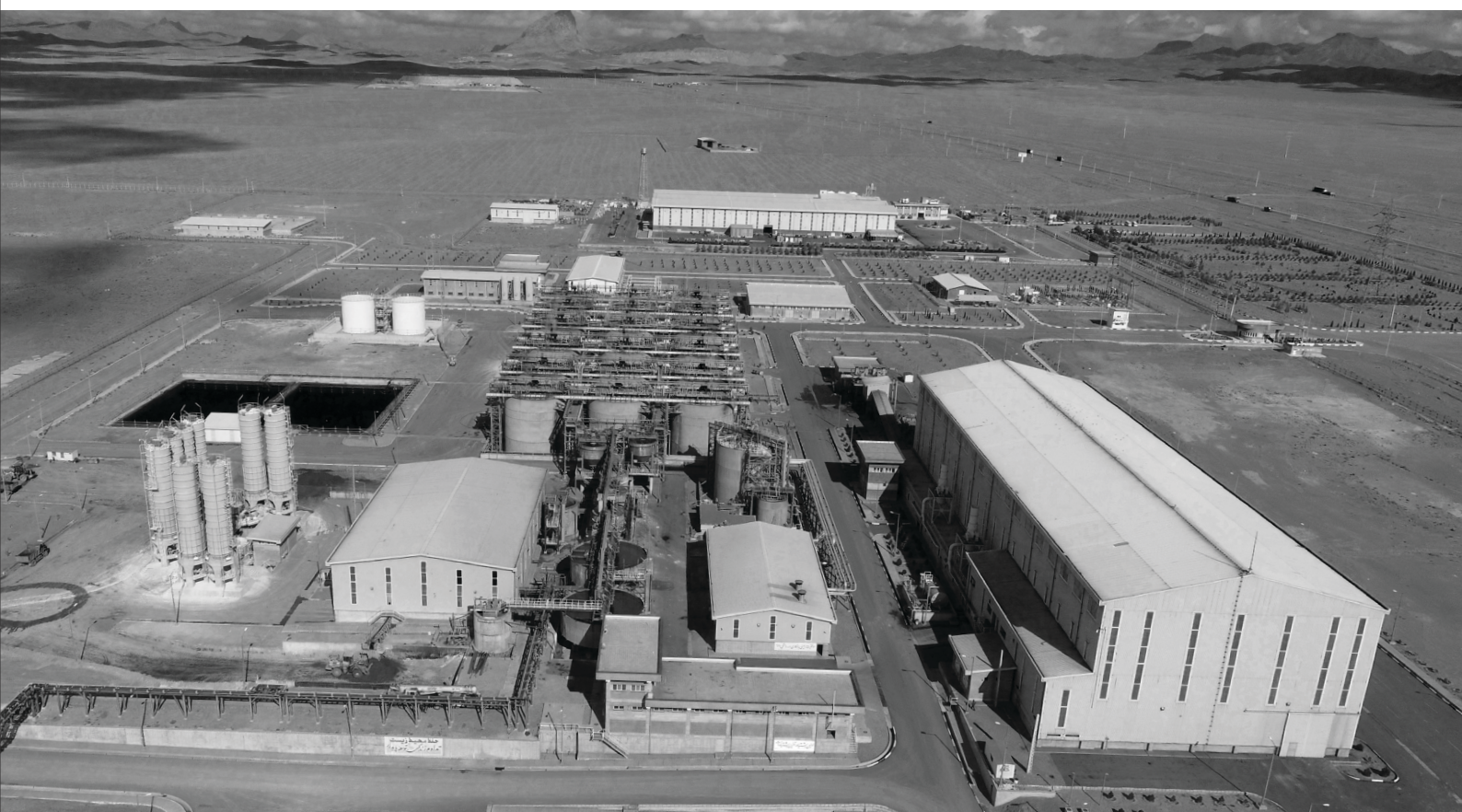
The company has captured %4 of the domestic copper cathode market share. IBCCO's export volume of copper cathode reached 399 tons, and its production was 7,007 tons.

- Copper Tube Production Plant (capacity: 12 thousand tons/annum)

This plant aims to produce copper pipes and tubes via using up-cast technology, ASMAG equipment, and other products shall also be produced in the following phase. Products are manufactured in three forms of LWC, pancake, and straight. During the reporting period, 3,701 tons of copper tubes were manufactured and 3,605 tons were sold. In addition to the above projects, the Copper Beneficiation Plant is under construction via the partnership of IBCCO and the National Iranian Copper Industries Company. The project has experienced %48 physical progress till Dec. 22, 2023 and shall be utilized in 2025.

## ■ Projects:

- Copper Cathode Project (capacity: 50 thousand tons/annum)





## Middle East Meyare Sanat Engineering Co. (MEMSECO)

---



CEO  
**Mr. Mo'tazed Monajjemi**

Contact Detail:

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Bldg., West Mina St., West Didar St.,  
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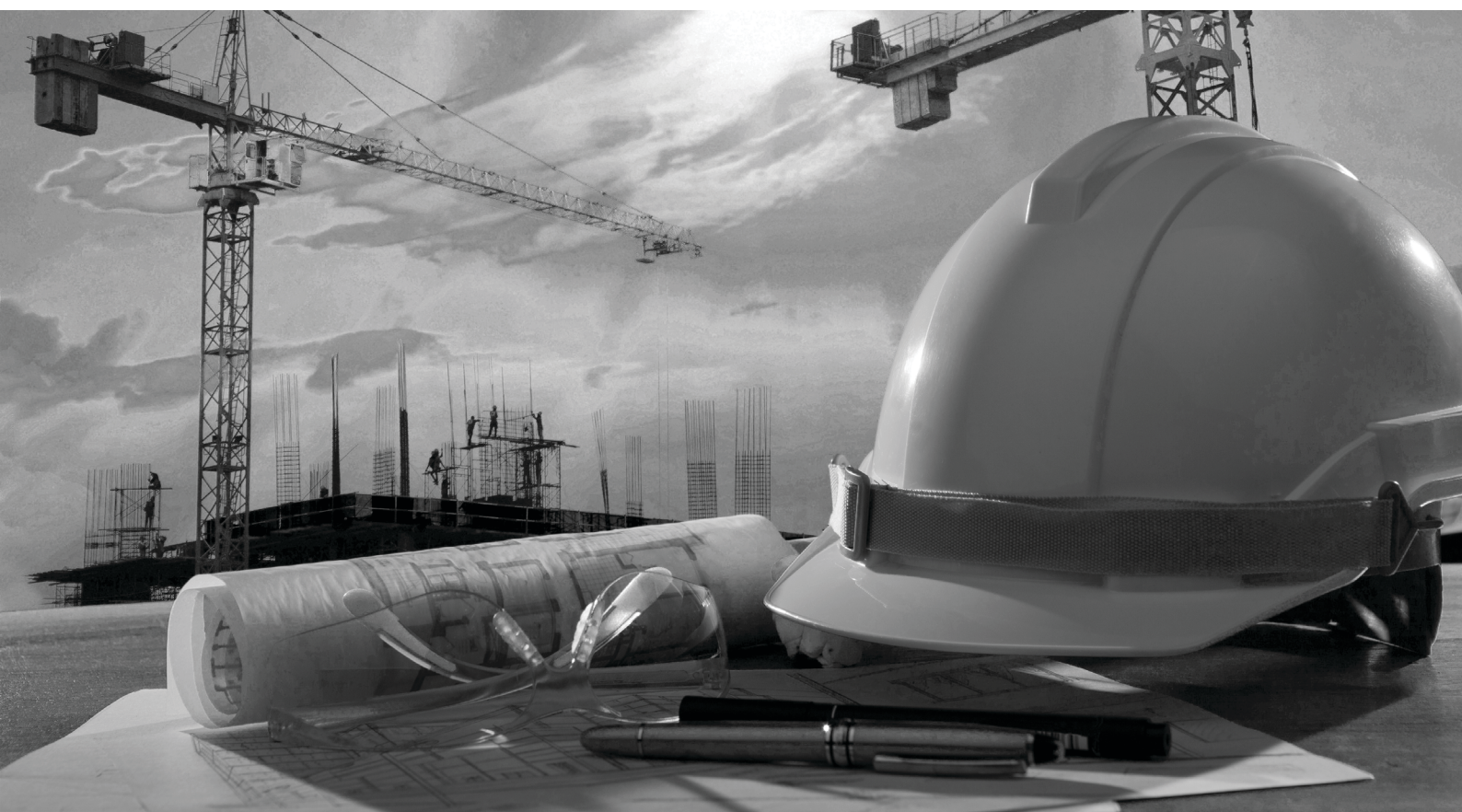


## ■ Background & Scope of Activities:

Established in 2010, MEMSECO is an engineering company which offers a wide range of engineering and consulting services specializing in process and equipment design, basic engineering, contract and tender documents preparation, tender organization, project control, supervision, quality control, technology transfer management, documentation, developing the purchased technologies, project management as well as service management. The mentioned service management is carried out: legal, commercial, financial engineering, system management, information technology, information banks, planning and management systems, consulting services, partnerships, joint cooperation with foreign counterparts, efficiency and industrial engineering, risk management, energy, and environmental fields. MEMSECO's capital, which is almost fully owned by MIDHCO, currently stands at IRR500 billion. The main mission of this company is to provide high-quality design, engineering, equipment supplies, and supervisory services. Operating profits of MEMSECO reached IRR113,330 million, whereas net profits reached IRR41,012 million at the end of the reporting period. MEMSECO in this fiscal year has implemented 48 projects.

## ■ Some of the Ongoing Projects:

- Supervisory and Workshop Consulting Services Contract for Detailed Exploration of Jalalabad.
- Consulting Services for the Database of the Comprehensive Coal Plan for MIDHCO Holding.
- Development of Butia Billet Yard.
- Supervisory Project for Coal Mines 5 and B5.
- Phase One of the Equipment Project for Khomroud Mine No. 1 (IMICO).
- Consulting Contract for the Design of Khomroud Mine N2.
- Basic and Detailed Engineering Design, Procurement, and Equipment Supply Contract for Tabas Mines 3 and 7.
- Butia Rail.
- Butia Slag.
- Early Contract for a 400 MW Solar Power Plant (Solar).
- Early Contract for the Design of the ROM Conveyor Belt for Jalalabad (IMICO).
- Processing Copper Sulfide Concentrate from Iron Ore Concentrate Tailings at Jalalabad.
- Design of Coal Mine Zone 1, Block 3, East Parvadeh, Mine B5.





## Iranian Industries Development And Renovation Construction Co. (MANA)

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CEO  
**Mr. Haghghat**

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## ■ Background & Scope of Activities:

MANA Co., which is a general contractor, and an investor specializes in carrying out civil and industrial projects, which may be executed in the form of EPC or DB. So far, MANA Co. has displayed an excellent track record in the construction of large industrial buildings (including steel rolling mills, machine manufacturing factories, sugar factories, power stations etc.), dams, drainage systems, marine construction-related projects, roads, tunnels, bridges, and etc. In order to industrialize its construction processes, MANA Co. established a workshop that would produce precast concrete walls, building foundations as well as other similar products in 1985. Later in 2009, MANA Co. decided to bring its production of precast concrete products under the umbrella of a newly established subsidiary company, known as MANASAZ Company. Due to its autonomy and efficiency, MANASAZ would guarantee its parent company the supply of required precast concrete products. Although this company commenced its operations with IRR20 million capital, it currently operates with a capital of IRR3,000 billion. Total income amounted to IRR22,058,686 million (previous year: IRR27,064,920 million). MIDHCO owns over %95 of this company.

## ■ Activities Under Review and Progress:

- Construction and Operation of Khunik Gold Ingot Plant.
- Construction of the 1000 MW Combined Cycle Power Plant in Abadan and the 450 MW Combined Cycle Power Plant in Dezful.
- Construction of the Lime and Dolomite Production Plant for Shadgan Steel.
- Continuing the process of obtaining a building permit for the Saadat Abad land.
- Continuing the process of selecting the optimal operation option for the Persian Gulf project and arranging its business units.
- Continuing the process of developing industrial housing technology.
- Continuing the process of developing Mana Brand building technology.
- Construction of the Goharzamin Steelmaking and Casting Plant.







# GMI Projects Hamburg GmbH



CEO  
**Mr. Komareji**

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## ■ Background & Scope of Activities:

Established in 2010 in Hamburg, GMI has actively provided services for the Middle East in cooperation with its partners in various European countries, particularly Germany. GMI specializes in the procurement of equipment and spare parts, primarily for the mining sector, and also offers engineering services, commissioning and installation supervision, training, and project management.

The company was founded to support MIDHCO's subsidiaries with their varying requirements across different production facilities. Exporting high quality raw materials from MIDHCO group productions on the one hand and cooperation with reputable European manufacturers on the other have been a steady trend leading to quality services in all respects. The subscribed capital of GMI is currently EUR 1.000.000 fully owned by MIDHCO. Furthermore, GMI engages in financing activities, including securing credit lines from financial and credit institutions. The company also trades commodities such as copper concentrate and copper cathodes, as well as semi-finished steel casting products like billets and slabs. GMI actively participates in tenders for EPC contracts in the mining and industrial sectors and makes direct investments in these areas.

In summary, GMI operates in the following business fields:

- Transferring technology from Germany and other European countries to the Middle East.
- Managing projects in the steel and copper industries on a turn-key basis.
- Executing engineering, procurement, and construction (EPC) projects in the mining and steel-making sectors, either separately or wholly.
- Exporting and importing raw materials and steel products.
- Providing financial services, including the supply of resources.
- Investing in the mining sector.

## ■ Projects:

GMI is currently engaged in the following projects:

- Procurement of equipment for Chah Firoozeh copper concentration plant
- Developing solar power plants
- Procurement of equipment for Tabas and Khomroud coal mines
- Procurement of equipment for Bardsir mega module DRI plant







# Ferro Silicon Gharb Pars Co.(FESICO)

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CEO  
**Mr. Mir Abolfathi**

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## ■ Background & Scope of Activities:

This company launches ferroalloy plants and their related units and carries out all commercial activities relating to mining industries in addition to manufacturing 21,194 tons of ferrosilicon (slightly above plan) and 6,650 tons of micro silica during the reporting financial period. The operating income of FESICO is IRR9,064,574 million. The capital of this company which is fully owned by MIDHCO's subsidiary companies, currently stands at IRR8,176 billion.

## ■ Projects:

- Phase I Ferro Silicon Plant (capacity: 12 thousand tons/annum)  
Construction work on this plant began in 2011 and has already been completed. This plant is equipped with a submerged electric arc furnace. The products of this plant feed the steel-making unit.
- Phase II Ferro Silicon Plant (capacity 12 thousand tons/annum)  
This project which is expected to double FESICO's total production output, was utilized in March 2018.
- Magnesium Ingot Production Plant (capacity: 6 thousand tons/annum)







# Middle East Shining Sun Comercial Co. (MESCO)

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CEO  
**Mr. Alipour**

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## ■ Background & Scope of Activities:

Established in 2008, MESCO specializes and invests in minerals and mining industries, trading activities, and commercial and consulting services. This company also specializes in imports and exports of minerals, metal products and food stuff. In addition, MESCO is active in acquiring agencies to distribute commodities within Iran and overseas. This company also performs excavation, exploration and exploitations of mines and processes mineral products. Net income of this company during the reporting fiscal period amounted to IRR939,619 million. The capital of this company is currently IRR500,000 million.







## Middle East Mines Reconstruction And Development (MEMRADCO)

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CEO  
**Mr. Irannejad**

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## ■ Background & Scope of Activities:

This company, formed in 2012, is essentially specialized in carrying out integrated mining operations. The primary focus of this company is mining iron ore, copper, and coal. The main idea is to supply upstream mining industries with raw material. This company is almost fully owned by MIDHCO and the remainder of its shares are owned by MIDHCO's subsidiaries. MEMRADCO's main objectives include: becoming a well-known supplier of minerals, obtaining agencies from foreign manufacturers of mining machinery and equipment as well as penetrating the market of mining machinery and equipment. During the reporting financial period, this company enjoyed considerable growth in operating revenues amounting to IRR15,251,269 million. The capital of MEMRADCO stands at IRR5,000 billion, and its scope of activities are stated below:

- Investing in, buying and selling mines and mining industrial units within Iran and abroad.
- Carrying out trading activities including procuring, supplying, buying and selling, offering trading services, importing and exporting all sorts of mining-related items, including machinery, both domestically and overseas.

- Manufacturing minerals and mining products.
- Offering specialized mining consulting services.
- Obtaining agencies from mineral manufacturers and their related industries within Iran and abroad.
- Establishing agencies and branches throughout the country.

## ■ Projects:

- Coal Concentrate Project (capacity: 500 thousand tons/annum)

This project is for supplying feed to MIDHCO's coke-making plant. The output of the project was 186,745 tons during the reporting period.

- Lime & Dolomite Plant (capacity: 1,200 tons/ day)

The output of the project was 263,933 tons in this fiscal year.

- Copper Cathode Project (capacity: 500 tons/ annum)

This plant produced 454 tons of copper cathode in this fiscal year.







## Middle East Industry Efficient Production Co. (MIEPCO)

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CEO  
**Mr. Torabi**

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## ■ Background & Scope of Activities:

MIEPCO is a mining company which was established in 2010. Its operations include exploration and exploitation; transportation of mineral and industrial products; dam construction; exporting and importing of mining material; exporting technical and engineering services relating to mines and mining industries; planning and maintaining mining machinery and related plants; mines and mineral processing of mining material plants management as well as planning the human resource structure. This company is almost fully owned by MIDHCO's subsidiaries. Net profit of this company during the reporting period reached IRR170,279 million, while its sales value reached IRR34,617,372 million. The capital of MIEPCO currently stands at IR-R1,508,000million.

## ■ Projects:

- Jalalabad Mine:  
Total income earned by this project amounts to IRR15,458,926 million.
- Golgohar Mine:  
Total income: IRR19,158,446 million.





**Weikuang  
Maoyi Beijing  
Youxian Gongsi  
(WMY)**

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CEO  
**Mr. Mousavi**

Contact Detail:

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District, Beijing, China.

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## ■ Background & Scope of Activities:

MIDHCO has established a representative office in China. This office assists MIDHCO with imports and exports of steel products, minerals, raw materials required by factories; obtaining agencies from reputable foreign companies in various fields of mining and mining industries; offering financial services such as finance as well as fund management. The capital of WMI is CNY1,200,000. During the period under review, total sale amounted to CNY84,328,343 (previous year: CNY221,609,990) and its net profit reached CNY51,543 (previous year: CNY8,036,569), all of which show the outstanding financial performance of this company.

The main objectives of this office are to:

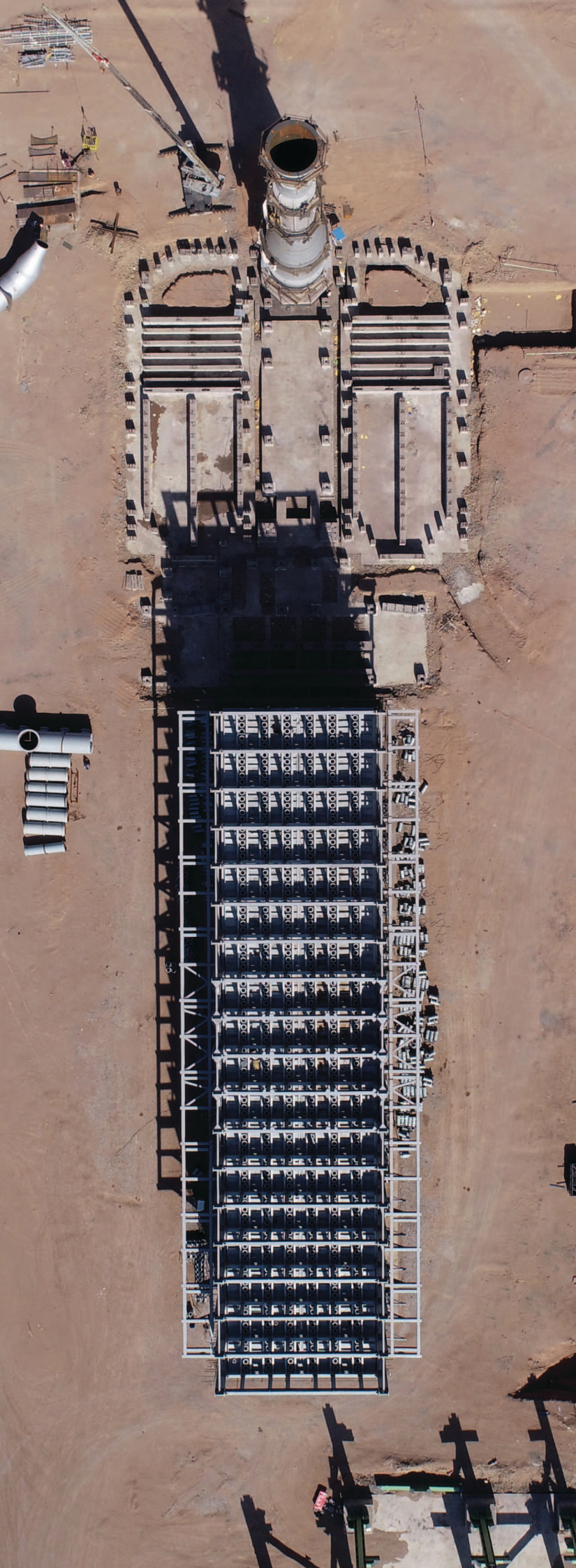
- Act as a coordinator between the representatives of MIDHCO's subsidiary companies and their Chinese and international counterparts.
- Make the necessary arrangements in order to ensure that contracts between MIDHCO and its subsidiary companies with their foreign counterparts are signed on time.
- Coordinate meetings between MIDHCO's directors and their Chinese counterparts.
- Pursue bilateral investment opportunities such as buyback or finance between MIDHCO and its subsidiary companies and Chinese companies and to endeavor towards creating new investment opportunities in Iran.
- Carry out handling formalities relating to commercial negotiations between the Chinese companies and MIDHCO and its subsidiary companies.
- Initiate technological, scientific and educational opportunities for MIDHCO's personnel.

- Promote MIDHCO's brand as an international mining and industrial company within the Chinese industrial communities.
- Market MIDHCO's and its subsidiary companies' products and services in China.
- Carry out all other assignments set forth by MIDHCO's managing director.

## ■ Projects:

- Equipment for a Copper Pipe Production Plant. The total contract sum of this project amounts to EUR3,011,910.
- Supervisory Project for the Construction of a Magnesium Ingot Production Plant: The total contract sum of this project amounts to CNY3,359,857.
- Gyratory Crusher Project: The total contract value is CNY19,713,805 and this project has experienced a %99 of physical progress so far.
- Purchase of 300 tires for mining machinery. The total contract value is AED20,236,111 and this project has experienced a %92 of physical progress so far.
- Procurement of Gear & Pinion order. The total contract value is EUR1,264,215 and this project has experienced a %100 of physical progress.
- Procurement of Trust Roller order. The total contract value is EUR202,343 and this project has experienced a %100 of physical progress.
- Procurement of Electromotor order. The total contract value is CNY6,182,841 and this project has experienced a %10 of physical progress so far.





## Iranian Mine and Mineral Industries Construction Co. (IMICO)

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CEO  
**Mr. Ebrahimi**

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## ■ Background & Scope of Activities:

IMICO is a construction management company in the field of mining and mineral industries, which has entered the field of industry with the aim of integrating and managing knowledge and transferring technology in the four areas of building factories, building systems, building machines and equipment, and building parts. Establishing a connection and integration between all the elements and elements of the implementation of a project by an Iranian company and ease of interactions within a project, in other words «managing the construction of a project» at all four levels, is the main mission of IMICO. Also, the transfer of technology at all four levels in the field of mining and mineral industries, its absorption and deposition in IMICO, and then its application in future projects are other main goals of the establishment of this company. Its income is IRR7800 billion and its net profit is IRR437 billion.

## ■ Finished Projects:

- Construction of Bentonite Tanks for the Pelletizing Plant (SISCO).
- Construction of three belt feeders (SISCO).
- Project to Increase the Capacity of the Pipe Manufacturing Plant (IBCCO).
- Construction of 13 sets of shafts and agitator blades (IBCCO).
- The conveyor belt for the coal mine, Zone 5, Block 3, East Parvadeh, Tabas (MEMRADCO).
- Main Fan Channels for Coal Mine 5, Block 3, East Parvadeh, Tabas (MEMRADCO).
- Construction of a coal cutter machine for Mine 5, Tabas (MEMRADCO).
- Metal parts for the conveyor belts in the crusher area of the Kahnuj project (MEMRADCO).

## ■ Ongoing Projects:

- Bardsir Direct Reduction Mega Module Project (SISCO).
- The Concentrate Tailings Dewatering Plant Construction Project (SISCO).
- Construction of three conveyor belts for the crusher area (SISCO).
- The Zarand Direct Reduction Mega Module Project (ZISCO).
- Procurement of 5 conveyor belts for the Khomroud coal mines equipment project (ZISCO).
- The hot coke transfer line project (ZISCO).
- Procurement of domestic and foreign equipment for the Khomroud coal mines equipment project (ZISCO).
- Construction project of the copper extraction plant from the neutralization byproduct (IBCCO).
- Reverse engineering of parts (IBCCO).
- Engineering, procurement, construction, and commissioning of Parvadeh Tabas coal mines (MEMRADCO).
- Construction of spare parts for Warman pumps at the Tabas coal washing plant (MEMRADCO).
- Conveyor belts for the stockpile area for the construction project of the Chah Firouzeh copper concentrate plant (GOHARMES).





## Iranian Fartak Research and Innovation Co.

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CEO  
**Mr. Khoshnevisan**

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## ■ Background & Scope of Activities:

Fartak was established in 2018. Fartak strives to take advantage of its position as a research and innovation arm of MIDHCO in order to facilitate the achievement of sustainable development at MIDHCO and increase synergy and convergence. Its income is IRR961,220 million and its capital is IRR100 billion.

## ■ Some of its Ongoing Projects:

- Reviewing the Trends in Requirements and Foresight of Critical Materials in the Country.
- Comprehensive studies of the Fourth Industrial Revolution to identify, develop capacities, and formulate operational plans for the implementation of new digital technologies in MIDHCO's value chain activities.
- Technical and economic studies for the implementation of hydrogen in the steel value chain.
- Collaborating on the resource management project (materials, water, electricity, and gas) in line with sustainable development goals and the approaches of MIDHCO's planning, development, and technology department.
- Developing MIDHCO's Circular Economy Roadmap.
- Water Footprint Studies at MIDHCO.
- Phase 2 of Local Community Perception Studies.
- Monitoring New Technologies in the Steel Value Chain.
- Collaborating on the evaluation of digital maturity of MIDHCO companies.
- Collaborating on the evaluation of carbon reduction technologies in MIDHCO's value chain and presenting a carbon management plan based on MIDHCO's planning, development, and technology approaches.
- Drafting the Product and Technology Development Document for Sirjan Iranian Steel Company.
- Collaborating on the development of MIDHCO's comprehensive productivity system and evaluating it in line with the productivity management approach in MIDHCO's management development affairs.
- Conducting studies and developing activities related to the brand management of MIDHCO and its subsidiaries.
- Collaborating on the evaluation of the role of media management during crises, considering the approaches of MIDHCO's Public Relations and International Affairs Department.
- Evaluating the challenges in MIDHCO's development activities with a focus on the concept of the ecosystem.
- Drafting the strategic development document for product and technology for Sirjan Iranian Steel Company.







**PERFORMANCE**

**PART II**

# Communications

## Shareholders and Communications

### Methods of Engaging with MIDHCO Shareholders:

MIDHCO regularly interacts with its shareholders to understand their views and feedback. MIDHCO has an investor communications program that provides effective and timely ways for two-way communication with investors. Shareholders are encouraged to share their opinions with us. They can contact us anytime through our Investor Relations team, whose contact details are available on our website, [midhco.com](http://midhco.com), in the stakeholder communication system (XRM).

### Methods of Engaging with Shareholders Include:

- Direct Engagement
- Website
- Presentations and Briefings
- Live Communications and Q&A Sessions
- Annual General Meeting (AGM)

### Our Annual General Meeting (AGM):

We facilitate and encourage shareholder participation in the AGM. The AGM provides shareholders with updates on our performance and an opportunity to ask questions and vote. The external auditor is also present at the AGM to answer questions. All critical information is provided to shareholders before the AGM, enabling them to make informed decisions regarding the election or re-election of a director. Copies of the speeches delivered by the Chair and CEO at the AGM are sent to the relevant stock exchanges and published on our website. The proceedings of the shareholder meetings are streamed live on our website. Key decisions at general meetings are made through voting, and summaries of the meeting proceedings and voting outcomes are sent to the relevant stock exchanges and published on our website immediately after being made available.



# Stakeholders and Communications

## Engaging with Stakeholders

The Board considers effective engagement with stakeholders a key element of its governance and oversight role. Our strategic framework document reflects the importance of external partners and stakeholders in decision-making. There are various ways through which the views of partners and stakeholders, in addition to shareholders, are conveyed to the Board and its committees.

### Methods of Engaging with Stakeholders Include:

- Site Visits
- Direct Engagement with a Segment of the Workforce
- Sustainable Development Committee
- Cultural Committee
- Events



# CORPORATE SOCIAL RESPONSIBILITIES

Corporate social responsibilities are a set of policies and measures, legal requirements and commitments, and limitations that organizations have in favor of their beneficiaries. Credited organizations that hold themselves accountable to the public ensure that their performance and operations are transparent and that they remain true to their values and commitments to society. Fulfilling social responsibilities is beneficial to both organizations and their beneficiaries.

In this regard, at MIDHCO, we consider our social responsibilities and commitments to our beneficiaries of utmost importance. Hence, we have included social responsibilities in our comprehensive management system. For us, sustainable development should be achieved whilst considering the host societies' economic, social and environmental concerns. One of our eleven strategies in reference to sustainable development is conforming to safety, hygiene, environmental, and social responsibility issues. We have divided our social responsibilities into four main categories, which are stated below:

## 1. Sustainable development:

We aim to accomplish sustainable development by identifying social and economic opportunities. We aim to achieve this goal whilst respecting other internal and external issues (such as the environment) and the host societies from which MIDHCO has emerged and thrived.

## 2. Moral Responsibilities:

Our approach in this regard is to ensure justice, and transparency in our performance, combat corruption, respect other beliefs, and respect our beneficiaries.

## 3. Creating value for the host communities:

In addition to generating wealth for our shareholders and our commercial partners, we aim to be useful by creating value for the communities in which we operate.

## 4. Social acceptance:

we endeavor to be accepted and recognized by

our beneficiaries, especially the host communities in which our subsidiaries operate.

We believe that only by gaining social acceptance, we can maintain and develop the scope of our operations. In this regard, we aim to earn the host communities' trust, and ensure that public opinion on MIDHCO is positive.

Some of our measures aimed at serving society during the reporting period include:

1. Achieved the highest score from 2016 to 2022 (Silver Award in 2020, 2021, and 2022) and the Golden Award in 2023 from the Management Social Responsibility Award, Iran Management Association.
2. Achieved the Bronze Award by Butia Iranian Steel Company and the Silver Award by Zarand Iranian Steel Company and Sirjan Iranian Steel Company from the 8th Management Social Responsibility Award.
3. Developed a customized sustainable and inclusive development model tailored to MIDHCO's business based on the 17 global sustainable development goals, aiming to adopt a coordinated approach to production and development in line with these objectives.
4. Compilation and preparation of the annual social responsibility performance report for MIDHCO.
5. Allocated budget for social responsibility at the MIDHCO level for the fiscal year 2022-2023.
6. Equipped and renovated 607 schools in host communities in the provinces of Kerman, Hamedan, Semnan, and South Khorasan from 2012 to the end of October 2023.
7. Attention to the host community on various occasions such as the beginning of the school year and the New Year with actions such as distributing packages of stationery, bags and shoes, and providing gift vouchers for clothing and food to 1,972 students and 1,467 families.
8. Support for underprivileged students in October and March from 2016 to 2023 (pack-



- ages of stationery, tablets, bags and shoes, and gift vouchers for clothing for 44,104 students).
9. Assistance in developing regional infrastructure (Region 5 Kerman) and selection of MIDHCO as the lead for the resistance economy in the Zarand region. This includes identifying target villages and their development needs, and taking necessary actions such as equipping schools and libraries, constructing sports facilities, supporting the establishment of MIDHCO supply production workshops, addressing road and water supply issues in villages, focusing on rural employment, and aiding agricultural development in villages.
  10. Voluntary presence in Kouh Sorkh County, Razavi Khorasan Province, as an economic trustee in the development of economic, social, cultural, and other infrastructures.
  11. Employing approximately 24,000 individuals directly within MIDHCO (across projects and production units) and creating at least 480,000 indirect jobs.
  12. Procured 130 wheelchairs for individuals under the care of the Welfare Organization.
  13. Constructed and equipped the Red Crescent Mountain rescue base in Kerman.
  14. Provided financial assistance to the Autism Association to support children.
  15. Support for the revival of the Farat weaving industry.
  16. Support for providing tablets to underprivileged students for virtual education during the COVID-19 pandemic.
  17. Support for the Puzzle of Empathy initiative by the Welfare Organization to provide stationery for underprivileged students.
  18. Delivered over 9,000 tons of oxygen free of charge to hospitals affiliated with the medical universities of Kerman, Sirjan, Zahedan, and Zabol by Sirjan Iranian Steel Company.
  19. Delivered healthcare items (masks, gloves, face shields, medical gowns, disinfectant solutions, etc.) to the Kerman Health Center, Kianshahr (Pabdana) Health Center, Zarand Governor's Office, Zarand Health Center, Vali Asr Hospital in Shahrabak, and Sirjan University of Medical Sciences by ZISCO, SISCO, BISCO, and IBCCO during the years 2019, 2020, 2021, and 2022.
  20. Procured an MRI machine for Sina Hospital in Zarand.
  21. Assisted in the construction of the cancer screening center in Bardsir.
  22. Assisted in the construction of the Grand Mosque of Bardsir.
  23. Covered part of the maintenance and care costs for individuals supported by the Sepehr Charity Foundation.
  24. Consistent participation of the Sirjan Iranian Steel volleyball team in the national volleyball premier league competitions, winning the championship in the 2020 season and the current season (2023-2024).
  25. Held the 8th Human Capital Sports Olympiad of MIDHCO, with over 800 athletes participating in two categories: men and women.
  26. Participation of ZISCO futsal team in the national futsal premier league, and the participation of BISCO and MIEPCO futsal teams in the national first division futsal league, supporting young athletes in the province.
  27. Donated humanitarian aid to those affected by earthquakes and floods.
  28. Assisted in the release of prisoners convicted of involuntary offenses and received a plaque of appreciation from the Kerman Province Diya Committee.
  29. Financially supported conferences and exhibitions related to MIDHCO's field of activity, including the National Organizational Excellence Award, Iran ConMine, MINEX, the Social Responsibility Conference of the Management Association, the National Steel Symposium, the 100 IMI Iran Top Companies Conference, the World Mining and Minerals Industries Summit, and the Human Resources Learning Arena Conference on Human Resources Innovations in Achieving Results.
  30. Provided assistance to associations, non-governmental organizations, charities, and research centers, including the Welfare Organization, the Institute for Cancer Research, Education and Prevention, the Center for Productivity and Human Resources Studies, the House of Mining, the Center for Research and Development of Industry, Mining and Trade, and the Sepehr Charity Foundation.
  31. Supported sports teams and organized labor competitions.
  32. Constructed access roads to the complexes: Bardsir (3 kilometers), Butia (7.5 kilometers), Zarand Concentrate (5 kilometers), and the Butia Steel Complex overpass and the second lane of the Jalalabad mine road, to facilitate the movement of heavy machinery and reduce accidents and road hazards, thereby increasing the safety of local residents.
  33. Developed roads and regional infrastructure by assisting host communities with tasks such as leveling village dirt roads, gas supply,



- and electrification in Sirjan, Zarand, Pabdana, Bardsir, and Kerman.
34. Funded and allocated costs for the implementation of road marking on the Zarand-Bafq route and from Sirjan Iron Ore Mine No. 4 to surrounding villages, and etc.
  35. Funded the construction of the access road from Yazdanshahr to the Zarand-Bafq route.
  36. Collaborated in securing, improving, and eliminating hazardous points on roads within the jurisdiction of Zarand by installing New Jersey barriers.
  37. Improved and asphalted the airport road, Zeidabad section, and Golestan area in Sirjan.
  38. Received an award at the second ceremony honoring figures in the country's industry and economy, focusing on socially responsible brands.
  39. Supported and awarded scholarships to 75 orphaned and underprivileged students from various cities in Kerman Province, in collaboration with the Abrar Charity Institute and with the participation of four major MIDHCO companies.
  40. Replaced road transportation with rail transportation (green transportation) to reduce environmental pollution and road damages.
  41. Procured sports equipment to outfit the sports hall in Pabdana.
  42. Provided financial support for organizing labor competitions in Bardsir and sending the Zarand youth handball team to national competitions.
  43. Provided financial support for the Kavir Kerman Girls' Football Club to motivate the





- youth of the province.
44. Provided financial assistance to the Promotion Headquarters of Martyr Haj Qasem Soleimani's school of thought in Zarand.
  45. Procured 1,200 books for the public library in Zarand.
  46. Procured necessary equipment for the Kerman Province Red Crescent Organization to equip Helal houses.
  47. Procured educational aids and equipped the dormitory to assist mentally challenged students (Welfare Organization) in Pabdana.
  48. Constructed a carpet weaving workshop in Zarand.
  49. Constructed and renovated the grounds of the rehabilitation center in Bardsir.
  50. Assisted in the construction of the cancer screening center in Bardsir.
51. Provided stationery, sportswear, kitchen supplies, and mattresses needed for centers caring for underprivileged or orphaned children in Zangiabad Village, Kerman, through the Imam Reza and Beit al-Kosar charitable centers.



# Management Development

## Organizational Excellence

- Implementing the organizational excellence model (EFQM) and participating in the evaluation process of the National Award for Organizational Excellence and receiving the following awards:
  - MIDHCO: Silver Award
  - SISCO: Bronze Award
  - Pabdana: Bronze Award
  - MEMSECO: Four-Star Certificate
  - ZISCO: Three-Star certificate
  - FESICO: Three-Star Certificate
  - ISTCO: Two-Star Certificate
  - MANA: Two-Star Certificate
  - MESCO: Two-Star Certificate
- Attending the top 100 companies in Iran (IMI100) and getting the following ranks in the sales index:
  - MIDHCO: Rank #35
  - ZISCO: Rank #58
  - SISCO: Rank #68
  - MANA: Rank #198
  - IBCCO: Rank #218
  - MIEPCO: Rank #226
  - FESICO: Rank #317
  - Pabdana: Rank #322
  - IMICO: Rank #404
  - MESSCO: Rank #447
- Development and transfer of management concepts
- Monthly publication of management development newsletter
- Creating and monitoring management development plans and evaluation of subsidiary companies

## Management Standards

- Implementation of management systems and obtaining the following international certificates:
  - Quality Management System (ISO 9001:2015)
  - Environmental Management System (ISO 14001:2015)
  - Occupational Health and Safety Management System (ISO 45001:2018)
  - Energy Management System (ISO 50001:2018)
  - Knowledge Management System (ISO 30401:2018)
  - Information Security Management System (ISO 27001:2022)
  - Competence of Testing and Calibration Laboratories (ISO 17025:2017)
  - Competence Management and People Development (ISO 10015:2019)
  - Quality Requirements for Fusion Welding of Metallic Materials (ISO 3834:2021)

## Process Management

- Integrated management of processes aligned with MIDRP project in ARIS software

## Knowledge Management

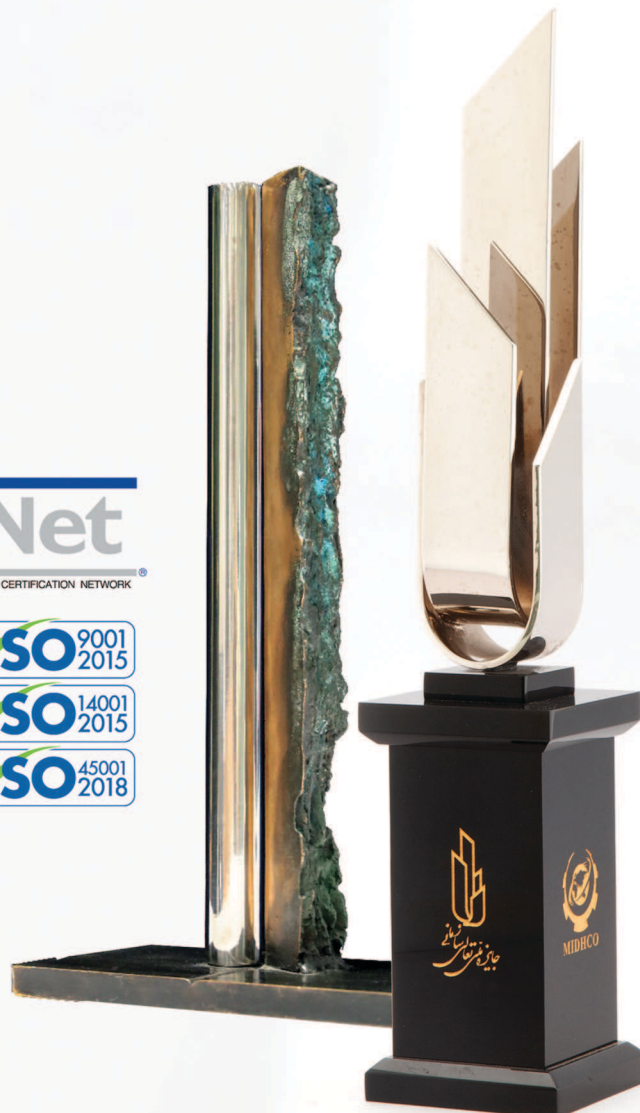
- Implementation of knowledge management processes in the knowledge management software
- Documenting lessons learned from projects
- Acquisition of knowledge of steel experts



- Development of communities of practice (COPs)
- Publication of the gallery of the best knowledge
- Attending the international knowledge management for development award and receiving the following awards:
  - MIDHCO: Gold Award
  - ZISCO: Silver Award
  - SISCO: Silver Award
  - BISCO: Silver Award
  - MEMSECO: Silver Award
  - FESICO: Bronze Award
  - Pabdana: Bronze Award
  - MANA: Bronze Award
  - IBCCO: Bronze Award
  - MEMRADCO: Bronze Award
  - ISTCO: Three-Star Certificate
  - MIEPCO: Three-Star Certificate
  - TAMIDHCO: Two-Star Certificate
  - MESCO: One-Star Certificate
  - MANASAZ: One-Star Certificate

## Productivity Management

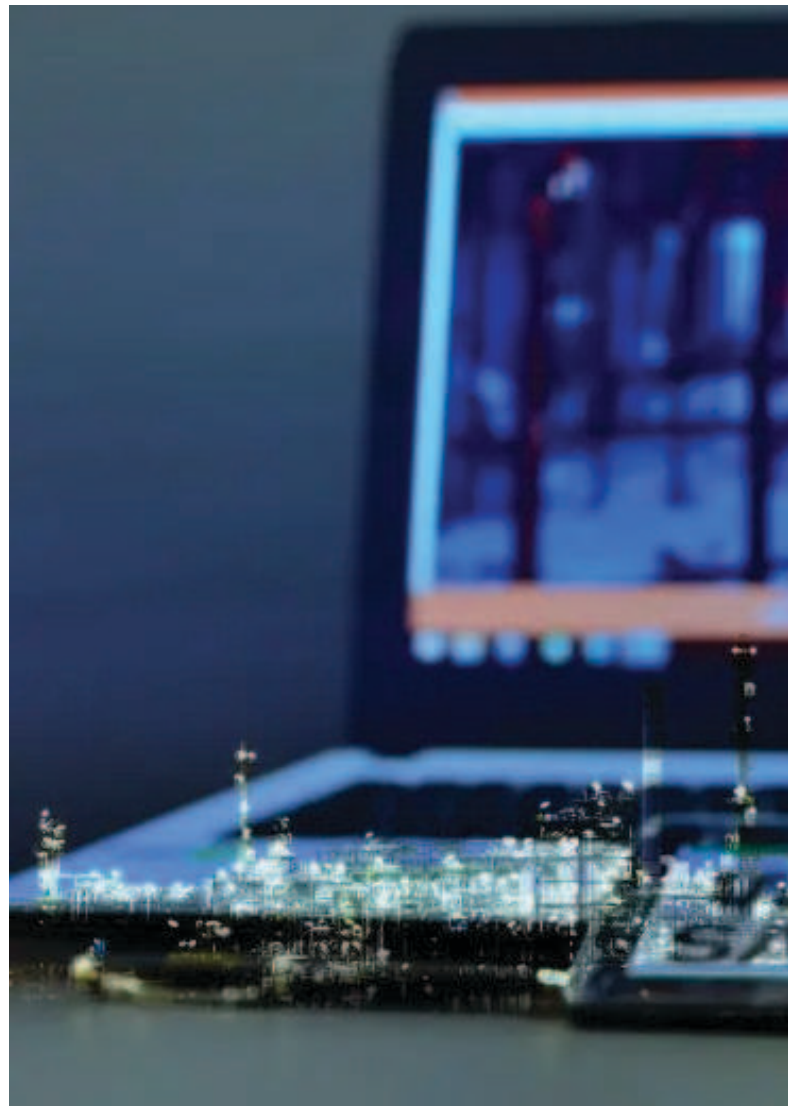
- Implementation of productivity management system
- Attending the national productivity evaluation award and receiving the following awards:
  - ZISCO: Four-Star Certificate
  - IBCCO: Four-Star Certificate
  - BISCO: Four-Star Certificate



# HEALTH, SAFETY, ENVIRONMENT & COMMUNITY (HSEC)

We aim to achieve the highest standards in health, safety, environment & community (HSEC). During the reporting fiscal period, we made the following accomplishments in reference to HSEC:

- Staying up-to-date with technology and considering global benchmarks compatible with safety, health, environment, and community (HSE+C) standards, as well as local sensitivities (e.g., water scarcity in Kerman, reducing energy consumption) is a priority in the strategies for designing and selecting technologies.
- Using the bioleaching tank method for copper cathode production at IBCCO, instead of the pyrometallurgy method.
- Minimizing exhaust gases and pollutants in the environment by constructing the Zarand coking refinery.
- Implementing the Coke Dry Quenching (CDQ) project, which offers advantages such as reduced pollution, decreased energy consumption, and the production of 15 megawatts of electricity in the CDQ power plant using a coke heat recovery system.
- Supplying the water needs of Butia Steel Complex and Zarand Steel Complex from the wastewater of Kerman and Zarand cities and controlling the discharge of the mentioned wastewater.
- Water and wastewater management by constructing a dewatering and filter press project in iron ore concentrate and coal processing plants.
- Optimal management of materials, energy, and natural resources considering the life cycle of products and services in terms of their impacts and consequences.
- Copper recycling project from the byproduct of neutralization.
- Project for producing Precipitated Calcium Carbonate (PCC) from calcined lime with dimensions under 5 millimeters for the production of stone paper and wallpaper.
- Project for recycling copper sulfide from iron ore concentrate tailings.
- Project for processing micro silica by fully controlling the dust generated in the production process of the ferrosilicon plant.
- Utilizing HYL3 technology in the construction project of Butia Steel Plant to reduce energy consumption.
- Achieving excellence as a holding company in reducing energy consumption per ton of product produced.
- Developed and created approximately 6,000 hectares of green space within MIDHCO from its inception to the end of April 2023 by planting over one million trees of species suitable for each region's climate, and irrigating them using a drip system. About 800 hectares of this were accomplished in 2022.





- Collaborated with the Natural Resources Organization in developing green spaces (stabilizing shifting sands and preventing desertification).
- Continuous monitoring of the design, installation, and implementation of pollution control in all projects, such as controlling dust generated in production processes by installing dust collectors, electro filters, and filter bags on equipment, and continuously monitoring their status.
- Implementing the Fume Treatment Plant (FTP) process on electric arc furnaces in steel factories.
- Submitting quarterly environmental self-declarations in all production complexes.
- Using methane gas to fuel boilers instead of flaring it at the coking and refinery complex.
- Continuous operation and management of real-time and online monitoring systems for measuring gases, vapors, and dust emissions from factory chimneys, with ongoing analysis of the results to ensure they remain below environmental standards.
- Monitoring and overseeing the establishment of a total of 13 sanitary treatment plants to prevent environmental pollution from wastewater. (Five additional treatment plants are currently being studied and constructed.)
- Constructing factories near mines to reduce the transportation of materials and consequently decrease energy consumption.
- Replacing road transportation with rail transportation (green transportation) to reduce environmental pollution and road damages.
- Continuous waste control through a waste management system with the goal of reducing or eliminating waste at the source (source reduction) or controlling the negative environmental impacts of waste, including recycling, reuse, treatment, and disposal.
- Focusing on the reuse of furnace exhaust gases in the production process to reduce natural gas consumption.
- Continuous establishment of the Resource Management Committee (water, energy, and materials).
- Provided financial support for projects and initiatives of the National Environmental Development Fund in the years 2018, 2019, 2020, and 2021.
- Implemented 12 waste management projects in MIDHCO companies.





- Reduction of the Severity Rate (SR) of incidents compared to 2022.
- Reduction of the Severity-Frequency Index (FREQUENCY-INDEX SEVERITY) of incidents compared to 2022.
- Maintaining the Frequency Rate (FR) of incidents at 1.8, which is considered a favorable status based on the standard range of 0 to 10.
- Continued implementation and management of MIDHCO's HSE-MS system, conducting surveillance audits, and expansion.
- Continuous monitoring of the HSEC status across MIDHCO's production units and projects, and addressing observed non-conformities through regular inspections based on the MIDHCO HSEC performance evaluation model.
- Updating MIDHCO's HSEC-MS by incorporating the mining sector, ensuring compliance with regulations, and integrating the latest environmental knowledge in 2022.
- Held 103 sessions of MIDHCO's HSEC Technical Committee and 81 monthly meetings of MIDHCO company managers and HSEC officers for synergy and collaboration in the HSEC domain from inception to date.
- Held meetings of the Occupational Health Engineering Working Group and the Environmental Working Group.
- Monitoring and overseeing the monthly meetings of the Technical Protection and Occupational Health Committee in all units, with the participation of employees and employers, to ensure compliance with HSE regulations and to prevent work-related accidents and illnesses.
- Established and updated a database of legal requirements and HSE technical standards.
- Implemented and managed the HSE risk management cycle to identify hazards and prevent their occurrence.
- Monitored and followed up on the identification, measurement, monitoring, and control of harmful environmental factors in the workplace across all MIDHCO units.
- Supervised the health cycle and implemented relevant protocols and guidelines.
- Developed and issued the Occupational Health Examination Management Guideline.
- Held the third rescue and firefighting competitions at MIDHCO in September 2023 to enhance the readiness of firefighting personnel.
- Implemented scenarios and drills to enhance emergency management.
- Monitored and oversaw the establishment



and operation of a total of 20 fire stations equipped with 37 fire trucks and lead fire vehicles, along with other firefighting facilities, from inception to date.

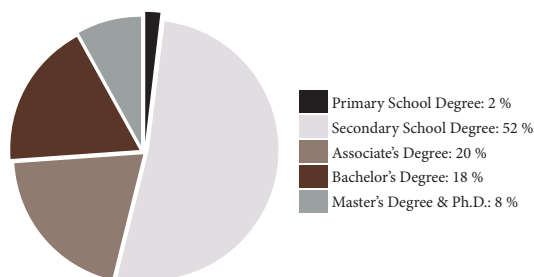
- Monitored and oversaw the establishment of 22 occupational health centers equipped with 26 ambulances, medical facilities, specialized personnel, and medications from inception to date.
- Sent a representative to the national firefighters' competitions, qualifying for the national team.



# Human Capital & Training

## Human capital and performance evaluation of managers

The total number of employees in 2023 was 23,372, including employees from production companies, construction projects under development, and other MIDHCO staff.



### Comprehensive educational performance of MIDHCO and its subsidiaries

NO. OF TRAINING COURSES	NO. OF TRAINING HOURS	MAN / HOURS	PER HEAD (HOURS)
1,918	31,972	444,293	38

### MBA, DBA, Mini-MBA

	NO. OF TRAINING COURSES	Number of participants	Total training hours for each person	Total MAN / HOURS
Human capital specialized training course (Phase #3)	1	24	110	2,640
MBA (The 5th Program)	1	22	144	3,168





## Other activities

- Reviewing and modifying the organizational structure of MIDHCO companies.
- Reviewing regulations and instructions and monitoring their correct and accurate implementation.
- Monitoring the design of human capital processes, establishment and correct implementation in the MIDRP system.
- Monitoring the correct implementation of the performance evaluation process of managers and employees of MIDHCO companies.
- Evaluating the implementation of indicators announced by the human capital management and evaluating the performance of managers.
- Holding meetings and following up on the implementation of human capital development committee approvals.
- Supervising the implementation of the guidelines for documenting the experience of employees leaving the companies.
- Monitoring the correct implementation of the selection, appointment and change of managers.
- Monitoring the correct implementation of job classification and scoring and reviewing the requirements for jobs in MIDHCO.
- Reviewing, engineering and preparation of MIDHCO 's comprehensive educational program and calendar.
- Supervising the implementation of training courses of MIDHCO companies.
- Measuring the effectiveness of training courses of MIDHCO companies.
- Monitoring the acceptance and performance of apprentices in MIDHCO companies.
- Preparation of human capital reports in 4 aspects of recruitment, compensation, development and maintenance.
- Supervising the implementation of the Employee Horizontal Promotion Guideline.
- Measuring MIDHCO Stakeholder Satisfaction.
- Supervising the redesign and implementation control of human capital leadership systems.



# Our Plants & Projects

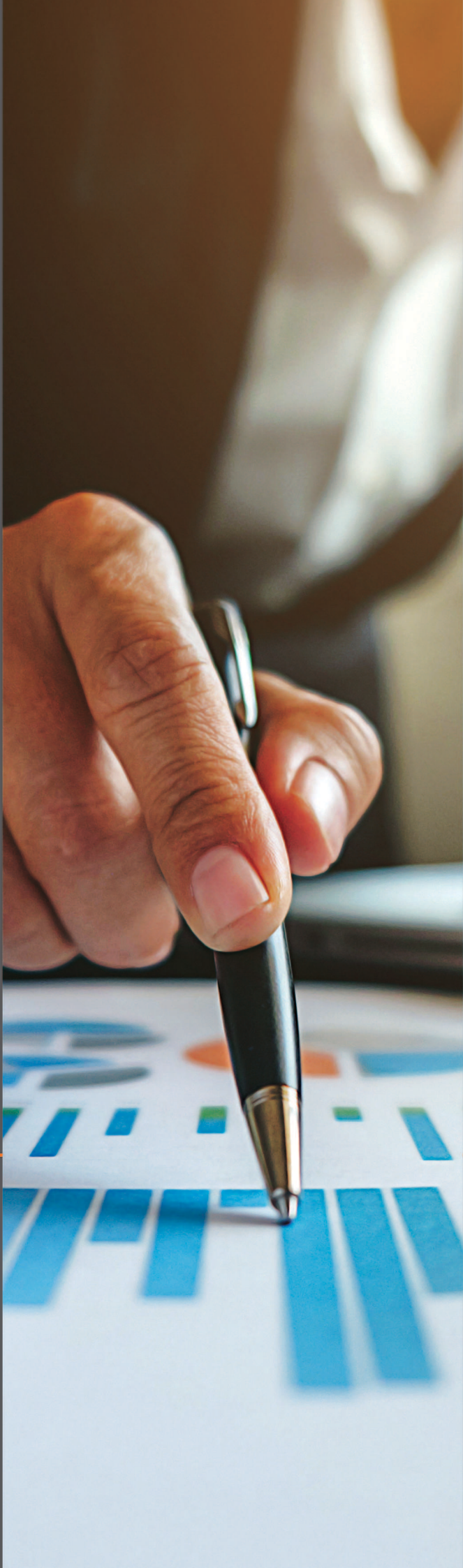
PROJECT	PHYSICAL PROGRESS (%)
Butia Direct Reduction	71
Butia Power Plant	96.3
Chah Firuzeh copper complex	52.7
Kerman sewage treatment	61.1
Zarand sewage treatment	63.4
Equipment and operation of Khomroud coal mine	46.4













# **FINANCIAL STATEMENTS**

## **PART III**

Report of the Auditor & Legal Inspector to the General Assembly  
of the Shareholders of Middle East Mines & Mining Industries  
Development Holding Company (Public Joint Stock)

# The Audit Report of **F i n a n c i a l** **S t a t e m e n t s**

Qualified Opinion on the Consolidated Financial Statements and Opinion on the Separate Financial Statements.

1. Consolidated and separate financial statements of the Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock), including financial statements dated 19 March 2024 and profit and loss statements, comprehensive profit and loss, changes in ownership rights and cash flows for the financial year ending on the mentioned date and explanatory notes 1 to 43, has been audited by this institution.  
In the opinion of this institute:
  - A. Except for the points mentioned in parts 2 and 3 of the basis for the qualified opinion on the Consolidated Financial Statements, the aforementioned financial statements provide a true and fair view of the financial position of the Group as of March 19, 2024. They reflect all aspects of the financial position of the Group, and the results of its financial operations and cash flows for the fiscal year mentioned above are in accordance with accounting standards.
  - B. The aforementioned separate financial statements provide a true and fair view of the financial position of the Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock) as of March 19, 2024. They accurately reflect all aspects of the company's financial position, and the results of its financial operations and cash flows for the fiscal year mentioned above are in accordance



with accounting standards.

#### Basis for Qualified Opinion on the Consolidated Financial Statements and Opinion on the Separate Financial Statements

2. According to explanatory note 5-20, the inventory of materials and goods includes an amount of 88,848 billion rials. This inventory comprises by-products of copper and iron materials generated during the production process in the reporting fiscal year and previous years by the subsidiary company, ZISCO. The aforementioned company, based on the justification of their recyclability and the evaluation of an official judiciary expert, has recognized the mentioned amount as other income, amounting to 51.014 billion rials, and as a reduction in the cost of goods produced, amounting to 37.834 billion rials. In this regard, given the nature and current status of the inventories, their recyclability requires the initiation of a process that can extract the contained metals in the short term. Given the aforementioned points and the lack of documentation regarding the cost-effective extraction of the mentioned inventories, an adjustment of the group's consolidated financial statements is necessary. However, determining the extent of the necessary adjustments to the financial statements in this regard is not feasible for this firm under the current circumstances.

3. According to explanatory note 13-3-3, in the reporting fiscal year, the subsidiary IBCCO, contrary to accounting standards, transferred an amount of 164 billion rials of exchange rate differences on received loans and an amount of 11.778 billion rials (previous fiscal year: 7.298 billion rials) of financial expenses to assets under construction. Additionally, according to explanatory note 23-1, the subsidiary BISCO, during the reporting fiscal year, reclassified an amount of 1.088 billion rials from long-term investments to non-current assets held for sale and recognized an amount of 3.167 billion rials as other non-operating income in the accounts.

This reclassification has not been measured and recognized at the lower of carrying amount and net realizable value according to accounting standards. Given the aforementioned points, making the necessary adjustments will reduce the group's beginning retained earnings, net profit for the reporting fiscal year, assets under construction, and non-current assets held for sale by 7.298, 15.109, 19.240, and 3.167 billion rials, respectively.

4. The audit by this firm has been conducted in accordance with auditing standards. The responsibilities of the firm under these standards are described in the auditor's responsibilities section in the audit of financial statements. This firm, in accordance with the requirements of the Code of Professional Conduct of the Iranian Association of Certified Public Accountants, is independent of the group and has fulfilled other ethical responsibilities as per the aforementioned requirements. This firm believes that the audit evidence obtained is sufficient and appropriate to provide a basis for a qualified opinion on the consolidated financial statements and an opinion on the separate financial statements.

#### Major audit issues:

5. Except for the matters described in parts 2 and 3 of the basis for the qualified opinion on the consolidated financial statements and the opinion on the separate financial statements, there are no other major audit issues to include in the auditor's report.

#### Emphasis Section:

The contents of parts 6 to 9 below have had no impact on the opinion of this firm.

#### 6. Liquidity provision arrangements

According to explanatory notes 5-1-2 and 29-5, the construction expenses of fixed assets for the subsidiaries, including ZISCO, BISCO, SISCO and IBCCO and Pabdana Coal Processing, have been financed through overdue financial loans. Additionally, due to the increase in the cost of production factors and the mandatory offering of steel products on the commodity exchange on one hand, and on the other hand, power outages and shortages of raw materials, there has been a reduction in production quantities at the subsidiaries

ZISCO and BISCO. In this regard, considering the prevailing conditions in the steel market and the maturity of the mentioned loans, the Board of Directors' attention is drawn to taking necessary measures to restructure the financial framework and secure the required liquidity to overcome the current situation.

7. Insurance Coverage for Inventory of Materials and Goods  
According to explanatory note 20-6 of the financial statements, the group's inventory of materials and goods does not have adequate insurance coverage.

8. Taxes and insurance:  
According to explanatory notes 31-1-2 and 28-1-2-1 of the financial statements, the performance tax, value-added tax, and insurance premiums for some previous years of the group companies have not yet been reviewed or resolved as appropriate. The final determination of the aforementioned issues is subject to the completion of the review and the final opinion of the relevant legal authorities.

9. The Latest Status of Group's Projects Under Construction  
The latest status of the group's assets under construction has been disclosed in explanatory note 13-3. Due to the economic conditions arising from international sanctions, the projects are being executed with delays relative to the scheduled plans.

Other info:

10. The responsibility for other information lies with the company's Board of Directors. Other information includes the management commentary report. The opinion of this firm regarding the financial statements does not extend to other information, and therefore, the firm does not provide any assurance on it.

The responsibility of this institute is to study other information in order to detect important discrepancies between other information and financial statements or the knowledge obtained by the auditor during the audit or cases where there seems to be a significant distortion in other information and it must report it. As stated in the basis for the qualified opinion, this firm has concluded that the other information, as described in parts 2 and 3, is misstated.

Responsibilities of the board of directors for the financial statements:

11. The responsibility for the preparation and fair presentation of the consolidated and separate financial statements of the company in accordance with accounting standards, as well as the design, implementation, and maintenance of necessary internal controls to prepare financial statements that are free from material misstatement, whether due to fraud or error, lies with the Board of Directors.

In preparing the consolidated and separate financial statements of the company, the Board of Directors is responsible for assessing the company's ability to continue as a going concern, disclosing, as necessary, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Responsibility of the Auditor & Legal Inspector in Auditing the Financial Statements:

12. The auditor's objectives include obtaining reasonable assurance that the consolidated and separate financial statements of the company, as a whole, are free from material misstatement, whether due to fraud or error, and issuing an audit report that includes his/her opinion. Reasonable assurance is a high level of assurance, but it does not guarantee that an audit conducted in accordance with auditing standards will detect all material misstatements, if any exist. Misstatements, whether due to fraud or error, are considered significant if it is reasonably expected that, individually or in aggregate, they could influence the economic decisions of users taken on the basis of the company's consolidated and separate financial statements.

In the context of conducting an audit in accordance with auditing standards, the application of professional judgment and the maintenance of professional skepticism throughout



the audit are essential. Additionally:

- The risks of significant distortion in the company's consolidated and separate financial statements, whether due to fraud or error, are identified and assessed. Audit procedures are designed and implemented to address these risks, and sufficient and appropriate audit evidence is obtained as a basis for forming an opinion. Since fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal controls, the risk of not detecting a significant distortion resulting from fraud is higher than the risk of not detecting one resulting from error.
- Sufficient understanding of internal controls relevant to the audit is obtained to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's and the company's internal controls.
- The appropriateness of the accounting policies used and the reasonableness of accounting estimates and related disclosures are evaluated.
- Based on the audit evidence obtained, conclusions are drawn regarding the appropriateness of the use of the going concern basis of accounting and whether a significant uncertainty exists related to events or conditions that may cast significant doubt on the group's and the company's ability to continue as a going concern. If such a conclusion is reached that a significant uncertainty exists, the auditor's report should refer to the related disclosures in the company's consolidated and separate financial statements or, if the disclosures are inadequate, the auditor's opinion is modified. The conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the group or the company to cease to continue as a going concern.
- The overall presentation, structure, and content of the consolidated and separate financial statements, including the disclosures, are evaluated to determine whether the transactions and events that form the basis of the preparation of the consolidated and separate financial statements of the company are reflected in such a manner that achieves fair presentation.

Sufficient and appropriate audit evidence regarding the financial information of the group entities or the intra-group business activities is obtained to express an appropriate opinion on the company's consolidated and separate financial statements. The auditor is responsible for directing and supervising the audit performance of the group. The auditor's opinion is solely his/her responsibility. Additionally, the timing of the audit execution, the planned scope of the audit work, and the major audit findings, including significant weaknesses in internal controls identified during the audit, are communicated to those charged with governance. Additionally, a statement confirming compliance with the ethical requirements regarding independence is provided to those charged with governance, along with all relationships and other matters that could reasonably be expected to affect independence, and, where applicable, the related safeguards are communicated to them.

Among the issues communicated to those charged with governance, those issues that were of the greatest significance in the audit of the current year's financial statements, and thus are considered key audit issues, are identified. These issues are described in the auditor's report unless law or regulation precludes public disclosure about the issue or, in extremely rare circumstances, the firm determines that the adverse consequences of such communication would reasonably be expected to outweigh the public interest benefits of such disclosure. Additionally, as the legal inspector, this firm is responsible for reporting to the General Assembly of Shareholders any instances of non-compliance with the legal requirements set forth in the amended Commercial Code, the provisions of the company's articles of association, and any other necessary issues.

Reporting on other legal and regulatory requirements of Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock):

Other duties of the legal auditor:

13. The provisions of Article 240 of the amended Commercial Code, which require the payment of dividends within a maximum period of 8 months after approval by the

- General Assembly, have not been complied with.
14. According to explanatory note 13-3-5, the company's assets under construction pertain to the contracts concluded for MIDRP integrated information systems, which have been extended in several phases (in terms of amount (Rials) and time).
  15. The transactions listed in explanatory note 40-3, which constitute all transactions subject to Article 129 of the amended Commercial Code and were conducted during the reporting fiscal year, have been reviewed and reported to this firm by the Board of Directors. Regarding the aforementioned transactions, the provisions of the above article, which require obtaining authorization from the Board of Directors and the non-participation of the interested director in the voting, have been complied with. Additionally, except for the cases mentioned in explanatory note 40-3-1, this firm has not found any evidence indicating that these transactions were not conducted under normal commercial terms and in the ordinary course of the company's operations.
  16. The Board of Directors' report on the activities and general condition of the company, pursuant to Article 232 of the amended Commercial Code and Article 55 of the Articles of Association, which has been prepared for submission to the General Assembly of Shareholders, has been reviewed by this firm. Based on the examinations conducted, this firm has not identified any significant instances of discrepancies between the information contained in the aforementioned report and the documents and records provided by the Board of Directors.

Other legal and regulatory responsibilities of the auditor:

17. The requirements of the Securities and Exchange Organization, as outlined in the checklists issued by that organization, have not been complied with as follows:
  - 17.1. The provisions of the Disclosure Implementation Guidelines regarding the disclosure of interim consolidated financial statements audited within six months along with the management commentary report no later than 75 days after the end of the six-month period (Clause 4, Article 7); the disclosure of annual audited financial statements of controlled companies no later than four months after the end of the company's fiscal year (Clause 10-1, Article 7); the disclosure of interim audited financial statements of the subsidiary no later than 60 days after the end of the six-month period (Clause 2-10, Article 7); the submission of the extraordinary general meeting minutes to the Company Registration Office within a maximum period of 10 days after the date of the meeting (Article 10); and the provisions of Article 11 of the Securities Admission Guidelines regarding the minimum floating stock ratio (at least 10 percent) have not been complied with.
  - 17.2. The provisions of Clauses 1 and 2 of Article 5 of the Disciplinary Guidelines regarding the payment of overdue claims to shareholders (subject to Article 240 of the amended Commercial Code).
18. The Corporate Governance Guidelines of the Securities and Exchange Organization regarding the creation, maintenance, and enhancement of effective mechanisms and their documentation to reasonably ensure the achievement of corporate governance principles and oversight of their implementation (Article 3 and its Note 2); the establishment of effective mechanisms to reasonably ensure the achievement of corporate governance principles in subsidiary companies and oversight of their effective implementation (Note 1, Article 3); the appointment of board members for subsidiary and affiliated companies and the designation of a legal member representative on the board of subsidiary and affiliated companies by the board of directors (Article 13); and the documentation of the evaluation of the effectiveness of the board of directors, the CEO, the specialized committees of the board, and the relevant board members in the subsidiaries under a separate section in the board of directors' activity report (Article 15) have not been complied with.
19. In implementing the directive for the internal controls checklist governing financial reporting approved by the Securities and Exchange Organization, the aforementioned checklist has been reviewed and completed. Based on the completed checklist, this firm has not encountered any significant weaknesses in the internal controls governing financial reporting during the reporting fiscal year.



20. In implementing Article (4) of the Auditors' Executive Procedures for Evaluating Compliance with Anti-Money Laundering and Combating the Financing of Terrorism Regulations in Commercial Companies and Non-Commercial Institutions, subject to Article (46) of the Executive Regulations of the Additional Article (14) of the Anti-Money Laundering Law, compliance with the provisions of the aforementioned law and regulations has been evaluated by this firm within the framework of checklists issued by the relevant authority and auditing standards. Any instances of non-compliance have been reported to the Financial Intelligence Unit of the Ministry of Economic Affairs and Finance.

Date: May 15, 2024

**Rahyaf et al Audit & Management Services Institute**  
**Mohammad HAtefi Halan (982655)**  
**Khosro Vasheghani Farahani (800869)**

**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Income  
Statement for the Year Ended March 19, 2024**

	Note	2023-24 Million IRR	2022-23 Million IRR
Operation in progress:			
Operating Revenues	5	579,770,930	391,727,628
Cost of Operating Revenues	6	(457,097,889)	(280,878,186)
Gross Profit		122,673,040	110,849,442
Sales, Administrative & General Expenses	7	(15,170,737)	(11,080,269)
Other Revenues	8	59,786,650	6,428,201
Other Expenses	9	(12,766,847)	(4,319,427)
Operating Profit		154,522,106	101,877,947
Financing Expenses	10	(110,444,172)	(57,417,434)
Other Non-Operating Revenues & Expenses	11	4,714,991	1,071,107
Profit of operation in progress before Tax		48,792,925	45,531,620
Income Tax Expense	31	(5,525,160)	(3,102,716)
Net Profit		43,267,765	42,428,904
Attributable to:			
Parent Company's Owners		42,905,082	42,275,403
Non-controlling Interests		362,684	153,501
		43,267,765	42,428,904

**Basic EPS Attributable to the Parent Company's Owners:**

	Note	2023-24 Million IRR	2021-23 Million IRR
Operating (IRR)		951	1.069
Non-operating (IRR)		(677)	(611)
Basic EPS (IRR)	12	275	458

Explanatory notes are an integral part of these financial statements.



**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Comprehensive  
Income Statement for the Year Ended March 19, 2024**

	Note	2023-24 Million IRR	2022-23 Million IRR
Net Profit		43,267,765	42,428,904
Other comprehensive profit and loss items that will not be reclassified as profit and loss in future periods:			
Difference in Currency Exchange of Foreign Operations	26	1,514,145	228,812
<b>Comprehensive Profit</b>		<b>44,781,910</b>	<b>42,657,716</b>
Attributable to:			
Parent Company's Owners		44,419,227	42,504,215
Non-Controlling Interests		362,684	153,501
		<b>44,781,910</b>	<b>42,657,716</b>

Explanatory notes are an integral part of these financial statements.

**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Statement of  
Financial Position as At March 19, 2024**

	Note	March 19, 2024 Million IRR	March 20, 2023 Million IRR (RESTATED)
<b>Assets:</b>			
<b>Non-Current Assets:</b>			
Tangible Fixed Assets	13	1,219,375,786	927,683,053
Goodwill	14	9,269	11,72
Intangible Assets	15	2,688,702	2,096,885
Long-Term Investments	16	30,300,448	24,165,229
Long-Term Receivables	17	1,426,574	1,459,851
Other Assets	18	4,671,882	2,102,103
<b>Total Non-Current Assets</b>		<b>1,258,472,661</b>	<b>957,518,293</b>
<b>Current Assets:</b>			
Prepayments	19	66,702,012	55,799,992
Goods & Materials Inventory	20	416,589,082	224,071,056
Trade and other receivable	17	63,202,211	51,385,685
Short-Term Investments	21	26,100	26,100
Cash	22	25,160,746	10,237,145
		571,680,151	341,519,978
Non-Current Assets Held for Sale	23	4,254,665	0
<b>Total Current Assets</b>		<b>575,934,816</b>	<b>341,519,978</b>
<b>Total Assets</b>		<b>1,834,407,477</b>	<b>1,299,038,271</b>
<b>Equity &amp; Liabilities:</b>			
<b>Equity:</b>			
Capital	24	200,000,000	140,000,000
Legal Reserve	25	16,060,233	11,527,113
Difference in Currency Exchange of Foreign Operations	26	3,482,473	1,968,328
Retained Earnings		38,801,720	42,429,758
<b>Equity Attributable to the Parent Company's Owners</b>		<b>258,344,426</b>	<b>195,925,199</b>
Non-Controlling Interests	27	715,426	412,722
<b>Total Equity</b>		<b>259,059,852</b>	<b>196,337,921</b>
<b>Liabilities:</b>			
<b>Non-Current Liabilities:</b>			
Trade & Other Payables	28	927,148	583,836
Loans	29	920,360,398	668,519,794
Provision for Employees' Work Termination Benefits	30	2,468,343	1,502,216
<b>Total Non-Current Liabilities</b>		<b>923,755,889</b>	<b>670,605,846</b>
<b>Current Liabilities:</b>			
Trade & Other Payables	28	232,862,739	119,341,135
Tax Payable	31	6,517,120	3,771,842
Dividend Payable	32	22,843	17,579



**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Statement of  
Financial Position as At March 19, 2024**

	<i>Note</i>	<i>March 19, 2024 Million IRR</i>	<i>March 20, 2023 Million IRR (RESTATED)</i>
Loans	29	377,879,558	284,304,521
Provisions	33	14,956,727	9,492,267
Advances Received	34	19,352,749	15,167,160
<b>Total Current Liabilities</b>		<b>651,591,736</b>	<b>432,094,504</b>
Total Liabilities		1,575,347,625	1,102,700,350
<b>Total Equity and liability:</b>		<b>1,834,407,477</b>	<b>1,299,038,271</b>

Explanatory notes are an integral part of these financial statements.

**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Statement of  
Changes in Equity for the Year Ended March 19, 2024**

	CAPITAL MILLION IRR	LEGAL RESERVE MILLION IRR	EXCHANGE DIFFER- ENCES IN OVERSEAS OPERATIONS MILLION IRR	RETAINED EARNINGS MILLION IRR	ATTRIBUTABLE TO PARENT COMPANY'S OWNERS MILLION IRR	NONCONTROLLING INTERESTS MILLION IRR	TOTAL MILLION IRR
Balance on March 21, 2022	60,000,000	8,740,355	1,739,516	43,141,116	113,620,987	214,201	113,835,188
Equity Changes in 2022-23							
Net Profit reported in financial statements for 2022-23	-	-	-	42,275,403	42,275,403	153,501	42,428,904
Other Comprehensive Profit & Loss Items after Tax	-	-	228,812	-	228,812	-	228,812
Comprehensive Profit for 2022-23	-	-	228,812	42,275,403	42,504,215	153,501	42,657,716
Approved Dividends	-	-	-	(40,200,000)	(40,200,000)	(16,496)	(40,216,496)
Capital Increase	80,000,000	-	-	-	80,000,000	-	80,000,000
Allocated to Legal Reserve	-	2,786,758	-	(2,786,761)	-	4,127	4,127
Other adjustments	-	-	-	-	0	57,389	57,389
Balance on March 20, 2023	140,000,000	11,527,113	1,968,328	42,429,758	195,925,199	412,722	196,337,921
Equity Changes in 2023-24							
Net Profit for 2023-24	-	-	-	42,905,082	42,905,082	362,684	43,267,765
Other Comprehensive Profit & Loss Items after Tax	-	-	1,514,145	-	1,514,145	0	1,514,145
Comprehensive Profit for 2023-24	-	-	1,514,145	42,905,082	44,419,227	362,684	44,781,910
Approved Dividends	-	-	-	(42,000,000)	(42,000,000)	(239,358)	(42,239,358)
Capital Increase	60,000,000	-	-	0	60,000,000	179,378	60,179,378
Allocated to Legal Reserve	-	4,533,120	-	(4,533,120)	0	-	0
Balance on March 19, 2024	200,000,000	16,060,233	3,482,473	38,801,720	258,344,426	715,426	259,059,852

Explanatory notes are an integral part of these financial statements.

**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Consolidated Statement of Cash  
Flows for the Year Ended March 19, 2024**

	<i>Note</i>	<i>2023-24 Million IRR</i>	<i>2022-23 Million IRR</i>
Cash Flows from Operating Activities:			
Cash from Operations	36	84,322,347	45,430,266
Cash Payments for Revenues Tax		(2,779,882)	(1,675,881)
Net Cash Inflow from Operating Activities		81,542,465	43,754,385
Cash Flows from Investing Activities:			
Cash Payments for Purchasing tangible Assets		(199,752,609)	(174,501,614)
Cash Payments for Purchasing intangible Assets		(629,821)	(77,075)
Cash Received from selling of tangible Assets		101,723	11,641
Cash Received from Dividends		0	671
Cash Received from Returns on Other Investments		895,880	1,090,651
Cash Payments for Acquiring Long-term Investments		(7,222,886)	(11,556,671)
Net Cash Inflow (Outflow) from Investing Activities		(206,607,713)	(185,032,397)
Net Cash Inflow (Outflow) Before Financing Activities		(125,065,248)	(141,278,012)
Cash Flows from Financing Activities:			
Cash Received from Capital Increase		18,446,914	39,805,316
Cash Received from Loans		871,477,652	899,761,742
Cash Payments for Loans		(639,049,896)	(746,831,237)
Cash Payment for Dividends		(441,650)	(94,081)
Cash Payments for Interest on Loans		(110,444,172)	(57,400,089)
Net Cash Inflow from Financing Activities		139,988,848	135,241,651
Net Cash Increase (decrease)		14,923,600	(6,036,361)
Cash at Beginning of Year		10,237,145	16,286,542
Effect of Foreign Currency Rate Fluctuation		0	(13,036)
Cash at End of Year		25,160,746	10,237,145
Non-cash Transactions	37	126,846,151	246,364,767

Explanatory notes are an integral part of these financial statements.



**Middle East Mines & Mining Industries Development Holding  
Company (Public Joint Stock) Income Statement for the Year  
Ended March 19, 2024**

	Note	2023-24 Million IRR	2022-23 Million IRR
Operation in Progress			
Operating Revenues	5	44,251,819	48,464,856
Sales, Administrative & General Expenses	7	(2,412,718)	(1,533,793)
Operating Profit		41,839,101	46,931,063
Financial Expenses	10	0	(23,472)
Other Non-Operating Revenues & Expenses	11	143,092	213,486
Net Profit		41,982,193	47,121,077
Basic EPS:			
Operating (IRR)		268	509
Non-operating (IRR)		1	2
Basic EPS (IRR)	12	269	511

Since the Comprehensive Income Statement is limited to the profit of the period, it is not presented. Explanatory notes are an integral part of these financial statements.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Separate Statement  
of Financial Position as At March 20th, 2023**

	Note	March19,2024 Million IRR	March20,2023 Million IRR
<b>Assets:</b>			
<b>Non-Current Assets:</b>			
Tangible Fixed Assets	13	7,912,282	7,729,587
Intangible Assets	15	0	0
Long-Term Investments	16	207,124,190	116,269,973
Other Assets	18	62,802	62,790
<b>Total Non-Current Assets</b>		<b>215,099,274</b>	<b>124,062,350</b>
<b>Current Assets:</b>			
Prepayments	19	7,026	8,195
Trade and other receivable	17	52,085,837	81,874,184
Cash	22	1,592,718	2,549,051
<b>Total Current Assets</b>		<b>53,685,581</b>	<b>84,431,430</b>
<b>Total Assets</b>		<b>268,784,855</b>	<b>208,493,780</b>
<b>Equity &amp; Liabilities:</b>			
<b>Equity:</b>			
Capital	24	200,000,000	140,000,000
Legal Reserve	25	9,097,370	6,998,260
Retained Earnings		44,539,834	46,656,751
<b>Total Equity</b>		<b>253,637,204</b>	<b>193,655,011</b>
<b>Liabilities:</b>			
<b>Non-Current Liabilities:</b>			
Provision for Employees' Work Termination Benefits	30	89,021	60,380
<b>Total Non-Current Liabilities</b>		<b>89,021</b>	<b>60,380</b>
<b>Current Liabilities:</b>			
Trade & Other Payables	28	15,006,965	14,740,649
Dividend Payable	32	22,843	17,394
Loans	29	0	0
Provisions	33	28,822	20,346
<b>Total Current Liabilities</b>		<b>15,058,630</b>	<b>14,778,389</b>
<b>Total Liabilities</b>		<b>15,147,651</b>	<b>14,838,769</b>
<b>Total Equity and liability:</b>		<b>268,784,855</b>	<b>208,493,780</b>

Explanatory notes are an integral part of these financial statements.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Statement of  
Changes in Equity for the Year Ended March 19, 2024**

	Capital Million IRR	Legal Reserve Million IRR	Retained Earnings Million IRR	Total Million IRR
Balance on March21,2022	60,000,000	4,642,205	42,091,729	106,733,934
Equity Changes in 2022-23				
Net Profit Reported in financial state- ments for 2022-23	-	-	47,121,077	47,121,077
Capital Increase	80,000,000	-	-	80,000,000
Approved Dividends	-	-	(40,200,000)	(40,200,000)
Allocated to Legal Reserve	-	2,356,055	(2,356,055)	0
Balance in March20,2023	140,000,000	6,998,260	46,656,751	193,655,011
Equity Changes in 2023-24				0
Net Profit for 2023-24	-	-	41,982,193	41,982,193
Capital Increase	60,000,000	-	-	60,000,000
Approved Dividends	-	-	(42,000,000)	(42,000,000)
Allocated to legal Reserve	-	2,099,110	(2,099,110)	0
Balance on March19,2024	200,000,000	9,097,370	44,539,834	253,637,204

Explanatory notes are an integral part of these financial statements.



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock)  
Statement of Cash Flows for the Year Ended March 19, 2024**

	Note	2022-23 Million IRR	2021-22 Million IRR
Cash Flows from Operating Activities:			
Cash Used in Operations	36	(4,543,934)	(2,153,051)
Cash Payments for Income Tax		-	-
Net Cash Inflow (Outflow) from Operating Activities		(4,543,934)	(2,153,051)
Cash Flows from Investing Activities:			
Cash Payments for Purchasing Tangible Fixed Assets		(81,027)	(7,557)
Cash Payments for Acquiring Long-term Investments		(14,479,913)	(35,480,000)
Cash Received from Interest on Deposits		143,092	213,486
Net Cash Inflow (Outflow) from Investing Activities		(14,417,848)	(35,274,071)
Net Cash Inflow (Outflow) Before Financing Activities		(18,961,782)	(37,427,122)
Cash Flows from Financing Activities:			
Cash Received from Capital Increase		18,446,914	39,805,316
Cash Payments for Loans Interests		0	(6,127)
Cash Payment for Dividend		(441,465)	(94,266)
Net Cash Inflow from Financing Activities		18,005,449	39,704,923
Net Cash Increase (Decrease)		(956,333)	2,277,801
Cash at Beginning of Year		2,549,051	271,250
Cash at End of Year		1,592,718	2,549,051
Non-cash Transactions	37	41,553,086	41,016,615

Explanatory notes are an integral part of these financial statements.

## Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock) Notes to the Financial Statements for the Year Ended March 19, 2024

### 1. History and Activities

#### 1.1. History

The group comprises the Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock) and its subsidiaries. The Middle East Mines & Mining Industries Development Holding Company was established as a public joint stock company and registered under number 310643 on December 2007 ,8 with national ID 10103500247 at Tehran Companies Registration Office and Industrial Property. The company was admitted to the over-the-counter (OTC) market on June 2011 ,26, and its shares were offered on the OTC market from October 2011 ,1. As of July ,13 2021, the company's trading symbol was transferred to the second market board of Tehran Stock Exchange. Currently, a significant portion of the shares of the Middle East Mines & Mining Industries Development Holding Company is owned by various companies under the joint management of Pars Aryan Investment Company (Public Joint Stock). The address of the main office of the company is No. 8, Rashidi (formerly Maḡaref) Alley, Niayesh Highway, Farhang Boulevard, Saadat Abad, Tehran, Iran.

#### 1.2. Main activities

The business activities of the Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock) according to Article 3 of its Articles of Association include:

Investing in the shares of investee companies with the intention of making a profit and to the extent that it can independently appoint at least one member of the board of directors of the investee company. Investing in the shares of companies whose activities include the exploration and geological and metallurgical research, extraction, and exploitation of mines, production and processing of mineral materials, production of billet from mineral ores, crushing, washing, grading, mineral processing, concentration, refining, processing, smelting, and flotation of mineral materials, production of chemical mineral materials and compounds, production of mineral powders, and cutting decorative stones. It also includes providing all consulting, contracting, commercial, management, technical supervision, financial and economic services in mineral industries, developing, completing, transferring, and leasing various factories, units, and companies active in production, services, commerce, and mineral industries domestically or internationally, and investing in the purchase, participation, acquisition, lease, mortgage, transfer, and sale of movable properties in the industries and mining sectors and activities related to the aforementioned fields.

The activities of the subsidiaries primarily involve consulting, designing, supervising, and executing all kinds of construction and installation operations, establishing iron and steel manufacturing plants, producing steel billets, iron ore concentrate, coal concentrate, sponge iron, coke, pipes, and copper cathodes, ferro-silicon, transportation, commerce, and brokerage. The company's activities during the reporting year include investment management.

#### 1.3. Employees

The average number of employees employed and the employees of service companies that handle part of the group's and company's services during the year are as follows:

	Group		Parent Company	
	2023-24 Person	2022-23 Person	2023-24 Person	2022-23 Person
Contracted Personnel	12,817	11,276	116	115
Employees of service companies	3,194	5,776	0	0
Personnel (consultor) Employed by the Working Hours	67	37	16	16
	16,078	17,089	132	131

### 2. New and revised accounting standards approved but not yet effective are as follows:

#### 2.1. New and Revised Accounting Standards:

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

2.1.1. The new accounting standard approved in 2023, effective from March 21, 2025, is as follows:\

Standard Number	Standard Name	Subject and Objective of the Standard	Estimated Effects on Financial Statements
43	Operating Revenue from Customer Contracts	Establishing principles that the company should apply to report useful information to financial statement users about the nature, amount, timing, and uncertainty of revenue and cash flows arising from a contract with a customer.	Currently, it has no monetary impact on the financial statements.

**3. History and Activities**

- 3.1. Measurement basis for preparation of the financial statements  
Consolidated financial statement of the Group and the Parent Company are prepared on historical cost basis.
- 3.2. Basis for consolidation
  - 3.2.1. Consolidated financial statements incorporate the financial statements of the Middle East Mines & Mining Industry Development Holding Co. (Public Joint Stock) and all of its subsidiaries (companies under control of the Parent Company presented in the note 16.7), after eliminating the intra-group transactions and balances as well as the unrealized profit and loss resulting from those transactions.
  - 3.2.2. The Parent Company includes the revenues and expenses of the subsidiaries in the consolidated financial statements from the date it acquires control to the date it loses control over the subsidiaries.
  - 3.2.3. The acquired shares of the parent company by subsidiaries are reflected at cost in the accounts and in the consolidated financial statement as a reduction of ownership rights under the heading (Treasury shares).
  - 3.2.4. The financial year of subsidiary companies ends on December 21 of each year. Due to the impracticality of preparing another set of financial information by the subsidiary company, the financial statements are as of the mentioned date and in such a way that they have been adjusted due to the effect of major transactions and events between that date and the date of the consolidated financial statements have been used.
  - 3.2.5. The consolidated financial statements are prepared by applying the same accounting procedures for transactions and other similar events under the same conditions.
  - 3.2.6. Due to the insignificance of the amount of investment in Tosee Sanaye Gohar Mes and Golfam Madan Parand Kerman, the preparation of financial statements using the equity method has been avoided.
  - 3.2.7. Changes in ownership interests in subsidiaries that do not result in a loss of control by the group over the subsidiaries are accounted for as equity transactions. The carrying amounts of controlling and non-controlling interests are adjusted to reflect changes in their relative interests in the subsidiaries. Any difference between the adjusted amount of non-controlling interests and the fair value of the consideration paid or received is recognized directly in equity under the heading of "transactions with non-controlling interests" and attributed to the equity holders of the parent.
  - 3.2.8. When the group loses control of a subsidiary, a gain or loss is recognized in the consolidated income statement. This gain or loss is calculated as the difference between (a) the aggregate of the fair value of the consideration received and the fair value of any remaining interest and (b) the carrying amount of the net assets (including goodwill) as of the date of losing control, less non-controlling interests, and is attributed to the owners of the parent company. All amounts previously recognized in other comprehensive income related to that subsidiary are accounted for in the same manner as if the group had directly disposed of the related assets and liabilities of the subsidiary. The fair value of any investment retained in the former subsidiary at the date of loss of control is regarded as the cost on initial recognition for subsequent accounting of the investment.



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

- 3.3. Goodwill
- 3.3.1. Business combinations are accounted for using the acquisition method. Goodwill is measured as the excess of the aggregate of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (in the case of step acquisitions) at the acquisition date, over the net amounts of identifiable assets acquired and liabilities assumed at the acquisition date. Goodwill is amortized on a straight-line basis over 20 years.
- 3.3.2. If the net amounts of identifiable assets acquired and liabilities assumed at the acquisition date exceed the aggregate of the fair value of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (in the case of step acquisitions) at the acquisition date, the excess is recognized as a gain on bargain purchase in the consolidated income statement after reassessing the correctness of the identification and measurement methods of the aforementioned items by the acquirer at the acquisition date, and is attributed to the acquirer.
- 3.3.3. Non-controlling interests at the acquisition date are measured at the proportionate share of the recognized amounts of the identifiable net assets of the acquiree.
- 3.4. Operating revenue
- 3.4.1. Operating revenue is measured at the fair value of the consideration received or receivable, net of estimated amounts for returns and allowances.
- 3.4.2. Operating revenue from the sale of goods is recognized at the time the goods are delivered to the customers.
- 3.4.3. Operating revenue from services is identified at the time of rendering services.
- 3.4.4. The fees for projects implemented for other parties, are proportional to expenses incurred (according to their contracts) and are recorded in the income account following the approval of the client.
- 3.4.5. In order to implement some projects, partnership agreements were signed with other construction companies and specialized groups in previous years. According to these contracts, all parties share in the project's profit and loss and in the fixed assets purchased and paid for using the partnership's resources in proportion to their stake, as determined in the contract. Consequently, the "Partnerships" heading in the financial statements includes the net carrying amount of fixed assets purchased for the partnership, the share of profit and loss of each partner from the project's performance up to the balance sheet date, as well as their current account. According to the provisions of the partnership agreement, the basis for calculating the partners' profit and loss during the project's implementation is the costs recorded at the workshop office (the costs agreed upon by the parties according to the partnership agreement). By applying the share coefficient of each partner, the profit and loss of their share is calculated. The difference in the profit and loss of each partner with the overall profit and loss of the project, according to the Company's books and after accounting for the profit and loss of the period, is then reflected in the financial statements.
- 3.4.6. Income recognition method for contracting agreements (Based on the base price list):  
Gross profit from long-term contracting agreements is recognized and reported based on the percentage of work completed. Based on this method, income and profit of each financial period is measured by the scale of work completion. The percentage of work completed is measured based on incurred cost against total estimated cost of the contract. The percentage of a contract's profit is determined by recognition of income and profit of each agreement considering the invoices, work approved by the client and estimation of the contract's cost and income until the end of operation and based on the percentage of work completed and percentage of profit determined and then it is transferred to the Profit and Loss account. General and administrative expenditures are not accounted as cost and are not spread between contracts, rather they are treated as operating costs and recorded as expenditure in the period occurred. In the event of loss shown in the income-cost analysis, total loss will be recognized, regardless of the amount of work completed. Change in estimated profit caused by inflation or events such as changes in technical specifications, executive drawings, amounts payable to contractors and delay payment penalties require that projected income and expenditure to be revised. The Rials impact caused by the revised of financial projections will not be carried back to previous periods and

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

will be accounted for in the current financial period. Excess estimated final cost and gross profit of an uncompleted contract over the approved invoices are recorded as assets and excess invoices over the final cost and gross profit of uncompleted agreement is recorded as debt on the Statement of Financial Position. In the course of completion of the contracts, estimated figures are regularly reviewed and revised. Estimated items are continuously reviewed and revised during the execution of the contract operations. Final cost of contract includes direct costs such as materials (including those consumed and available for consumption), site workers and supervisors' wages as well as indirect costs related to the contracting activities such as indirect wages, central repair shop expenditure and joint technical services among contracts.

3.5. Foreign exchange

3.5.1. Foreign currency monetary items are exchanged at the accessible rate and non-monetary items have been exchanged at cost, based on currency type at the accessible rate on transaction date. Accessible rates are presented in the following table:

Related Balances & Transactions	Foreign Currency	Exchange Rate	Rate type
Cash-Debtors-Foreign Currency Loans-Creditors	EUR	469,250	SANA
Cash-Debtors-Foreign Currency Loans-Creditors	USD	430,812	SANA
Cash-Debtors-Foreign Currency Loans	CNY	59,874	SANA
Cash-Debtors-Foreign Currency Loans	AED	117,308	SANA
Foreign Currency Cash	IQD	32,878	SANA
Foreign Currency Cash	TRY	13,414	SANA
Foreign Currency Cash	QAR	11,539	SANA
Foreign Currency Cash	KZT	95,261	SANA

3.5.2. Differences resulting from settlement or exchange of foreign currency monetary items are recorded in the accounts in the following manner:

- A. Differences in the exchange of foreign currency liabilities related to "eligible assets" are recorded at cost of that asset.
- B. The difference in the exchange rate of foreign currency debts related to the acquisition and construction of assets due to a sharp decrease in the value of Rial, if the decrease in the value of Rial compared to the date of depreciation is at least 20%, and there is no protection against the debt, the relevant asset is added up to the amount that can be recovered at full price.
- C. In the event of a sharp reversal of Rial's devaluation (at least 20%), the profit from valuation of the aforementioned debts will be deducted from the cost of the asset up to the limit of the valuation losses that have already been included in the cost of the asset in proportion to the remaining useful life.
- D. In other cases, it is recognized as income or expense of the period of occurrence and reported in the profit and loss statement.

3.5.3. In case there are numerous exchange rates for one currency, then the exchange rate which affects future cash flows resulting from a transaction or a related account is applied. In case exchanging two currencies is not possible temporarily, then the first historical exchange rate is applied.

3.5.4. Assets and liabilities of overseas operations are exchanged at the official rate on Statement of Financial Position date and related income and expenses are exchanged at the official rate on transaction date. All the resulting differences are identified in the statement of comprehensive income and classified in the equity section of the financial statement. The difference in the exchange rates of that group of monetary items, which essentially form a part of the net investment in foreign operations, are recognized in the comprehensive profit and loss statement in the equity section and are classified in the financial statement and at the time of transfer, it will be transferred to the accumulated profit (loss) account.

**Middle East Mines & Mining Industries Development  
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Financial Statements for the Year Ended March 19, 2024**

3.6. Financing costs

Financing costs, with the exception of costs directly “associated to the acquiring of eligible assets”, are recognized as cost, when occurred.

3.7. Tangible fixed assets

3.7.1. Tangible fixed assets are calculated on the basis of final cost. Other costs relating to tangible fixed assets which improve the situation of assets in comparison with performance standard as assessed and which lead to a boost in revenues from assets, are added to the carrying amount of assets and are depreciated over the remaining useful life of related assets. In order to sustain the asset situation in comparison with the performance standard as assessed, daily maintenance of assets expenses is identified as expense, at the time of occurrence.

3.7.2. Having put into consideration the Depreciation Instruction relating to Article 149 of Direct Taxation Act as amended on July 22, 2015 and approved in March 1989, depreciation of tangible fixed assets is calculated on the basis of expected economic consumption models (including useful lifespan) and the following rates and methods:

Asset	Depreciation Rate	Depreciation Method
Building	7%,8%,10% 10 to 25 years	Declining - Straight Line
Installations	8%, 10%, 12%, - 5, 10 & 15 Years	Declining - Straight Line
Machineries & Equipment	25%,10%,20%,15%, -5,10 & 15 Years	Declining - Straight Line - Production Volume
Tools	100% - 4, 5 & 10 Years	Declining - Straight Line
Motor Vehicles	6 & 10 years	Straight Line
Mines & Water Well	8 Years and It is amortized based on the annual extraction rate relative to the confirmed reserve.	Straight Line
Furniture & Fixtures	3, 5 & 10 Years	Straight Line

3.7.3. Depreciation of those assets acquired and used during the month are calculated and recorded in accounts starting from the following month. Depreciation of assets (except for buildings and installations) that are ready for use but due to the work termination or any other reason are not used for over six months within a financial period, are calculated by applying 30% of the above-mentioned rates. In such cases, if the calculation of fixed assets is based on period, then 70% of the time in which the asset has not been used is added to the remaining time determined for the depreciation of asset in the above table.

3.8. Intangible assets

3.8.1. Intangible assets are measured and registered in the accounts based on cost. Costs related to introducing a new product or service, advertising, expenses related to business activities in a new location or with a new group of customers and costs such as training, administrative, general and sales are not recorded at the cost of intangible assets. Identifying expenses of an intangible asset at carrying amount is terminated when the asset is ready for use. Hence, cost of reusing an intangible asset is not recorded at carrying amount.



**Middle East Mines & Mining Industries Development  
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Financial Statements for the Year Ended March 19, 2024**

3.8.2. Amortization of intangible assets with specific useful lives is calculated on the basis of expected future economic consumption models and the following rates and methods:

Asset	Amortization Rate	Amortization Method
Software	3 & 5 Years - 10%	Straight Line-Declining
Mine Exploration Royalty	10 Years	Straight Line

3.9. Loss of assets impairment

3.9.1. At the end of each reporting period, in case there is any evidence to show the possibility of assets impairment, the impairment test is conducted. In such cases the recoverable amount of the given asset is estimated and compared against its carrying amount. In case it is not possible to make an estimation on the recoverable amount of a single asset, then the recovered amount of the cash generating unit in which the asset belongs is determined.

3.9.2. The impairment test of intangible assets with unspecified useful life are conducted annually, regardless of existence of any evidence pointing to the possibility of impairment.

3.9.3. The recovered amount of an asset (or the cash generating unit) is the sales value, less its costs or its economic value, whichever is greater. The economic value equals the current value of future cash flows of an asset having applied the discount rate before tax, which represents the time value of money and risks relating to that asset for which estimated future cash flows have not been adjusted.

3.9.4. Only in case the recovered amount of an asset is less than carrying amount, the carrying amount (or its cash generating unit) is reduced by the recovered amount and the difference is immediately identified as the loss of value resulting from impairment in the profit and loss Statement. Unless the asset has been revalued, in which case it results in a decrease in the revaluation surplus.

3.9.5. In case the recovered amount is increased at the time of identification of the latest loss which represents the recovery of loss resulting from asset impairment (cash generating unit), the carrying amount of that asset is increased by up to the new recovered amount and at a maximum of the carrying amount of that asset assuming the loss of impairment of that asset has not been identified in the previous years. The reversal of impairment loss of an asset (cash generating unit) is immediately recorded in the profit and loss Statement, unless that asset has been revaluated, in which case the excess revised amount is increased.

3.10. Inventory of goods and materials

3.10.1. Inventories of materials and goods are valued at the lower of cost and net realizable value for each item. If the cost exceeds the net realizable value, the difference is recognized as an impairment loss on inventory. The cost of inventories is determined using the following methods:

Description	Method
Raw Materials	Weighted Average
Product in Process	Weighted Average
Finished Product	Weighted Average
Parts & Spare Parts	Weighted Average
Other Inventories	Weighted Average

3.11. Non-Current Assets Held for Sale

3.11.1. Non-current assets (as a group) whose carrying amount is primarily recovered through a sale transaction rather than through continuing use are classified as non-current assets held for sale. This condition is met only when the non-current assets (disposal groups) are available for immediate sale in their present condition, subject only to terms that are usual and customary for sales of such assets, and their sale is highly probable. A high level of management must be committed to a plan to sell the non-current assets (as a group) in such a way that it is expected that the sale will be completed within one period from the date of classification, except in cases where circumstances are beyond the company's management control.

3.11.2. Non-current assets (as a group) held for sale are measured at the lower of their carrying amount and net realizable value.

## Middle East Mines & Mining Industries Development Holding Company (Public Joint Stock) Notes to the Financial Statements for the Year Ended March 19, 2024

### 3.12. Provisions

Provisions are liabilities of uncertain timing or amount. Provisions are recognized when the company has a present obligation (legal or customary) as a result of past events, it is probable that an outflow of economic benefits will be required to settle the obligation, and the amount of the obligation can be reliably estimated. Provisions are reviewed at the end of each financial period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic benefits will be required to settle the obligation, the provision is reversed.

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#### 3.12.1. Provision for Lossmaking (Onerous) Contracts

Lossmaking or Onerous contracts are those in which the unavoidable costs of fulfilling the contractual obligations exceed the economic benefits expected to be received from the contract. The unavoidable costs of a contract are the lower of the cost of fulfilling the contract and the costs of compensating for the breach of the contract. For all onerous contracts, a provision is recognized for the present obligation related to the onerous contracts.

#### 3.12.2. Provision for employees' work termination benefits

Provision for employees work termination benefit is based on one month of employees' latest salaries and continued benefits for each year of service which shall be settled and recorded into accounts at the beginning of the upcoming financial period, according to the agreement with personnel.

### 3.13. Investments

Measurement		
Investment Type	Group	Parent Company

Long-term Investments:

Investment in Subsidiaries	Subject to Consolidation	Cost Less Accumulated Impairment of Each Investment
Other long-term Investments	Cost Less Accumulated Impairment of Each Investment	Cost Less Accumulated Impairment of Each Investment

Revenue Recognition		
Investment Type	Group	Parent Company

Long-term Investments:

Investment in Subsidiaries	Subject to Consolidation	At the Date of Profit Approval by the General Assembly of Investee Companies (until the Date of Financial Statement Approval)
Investing in affiliates and special partnerships	Special Value Method	At the Date of Profit Approval by the General Assembly of Investee Companies (until the Date of Financial Statement Approval)
Other Current and Long-Term Investments in Companies' Shares	At the Date of Profit Approval by the General Assembly of Investee Companies (until the Date of Financial Statement Approval)	At the Date of Profit Approval by the General Assembly of Investee Companies (until the Date of Financial Statement Approval)
Investment in Other Securities	At the time guaranteed profit is realized (considering the effective interest rate)	At the time guaranteed profit is realized (considering the effective interest rate)

### 3.14. Income tax

#### 3.14.1. Tax cost

The tax cost is the sum of current and transfer taxes. Current tax and transfer tax are reflected in the statement of profit and loss, except in cases where they are related to items recognized in the statement of comprehensive profit and loss or equity, which are recognized in the statement of comprehensive profit and loss or directly in equity, respectively.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

- 3.14.2. Transferred Tax (Deferred Tax)**  
Transferred tax (Deferred Tax) is calculated based on the temporary difference between the book amounts of assets and liabilities for financial reporting purposes and the amounts used for tax purposes. At the end of each reporting period, in order to ensure the book recovery of transfer tax assets, the probability of taxable profits in the foreseeable future for the recovery of deferred tax assets is evaluated and, if necessary, the mentioned book value of assets will be reduced to the receivable amount. Such reduction is reversed if it is sufficiently probable that taxable profit will exist.
- 3.14.3. Clearing current tax assets and current tax liabilities**  
The company clears current tax assets and current tax liabilities only if it has a legally enforceable right to set off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.
- 3.14.4. Current and transitional tax of the current period**  
Current and transfer taxes are recognized in profit and loss, except when they are related to items that are recognized in other comprehensive profit and loss items or directly in ownership rights, in which case current and transfer taxes are also included in other comprehensive profit and loss items or directly in equity respectively.

**4. Management Judgements in the Process of Applying Accounting Procedures and Estimates**

**4.1. Judgements in the process of applying accounting procedures**

**A.1.4. Classification of investments in classifying non-current assets**

Having assessed the maintenance of assets and the required liquidity, the Board of Directors intends to sustain long-term investments in the long run. The Company aims to maintain these investments for the purpose of constantly benefiting from them. Their purpose is to obtain an investment portfolio which brings revenues or leads to the growth of the Company's capital.

**5. Operating Revenues**

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Net Sale	5-1	571,107,896	386,350,434	-	-
Services Income	5-2	8,548,289	5,362,089	-	-
Investing Income from Subsidiaries	5-3	114,745	15,105	44,251,819	48,464,856
		<b>579,770,930</b>	<b>391,727,628</b>	<b>44,251,819</b>	<b>48,464,856</b>



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

5.1. Net Sale  
(RESTATED)

	Note	2023-24		2022-23	
		Volume Tons	Amount Million IRR	Volume Tons	Amount Million IRR
<b>Group:</b>					
<b>Domestic:</b>					
Pellet		2,742,572	103,912,202	3,186,113	104,347,001
Billet		1,356,929	252,708,404	1,111,535	125,444,137
Copper Cathode		4,974	16,504,622	8,451	10,945,043
Iron Ore Concentrate		936,762	12,573,202	563,275	14,460,362
Metallurgical Coke		142,812	16,378,812	82,810	6,076,717
Ferrosilicon		14,152	8,135,192	12,946	6,104,306
Copper Pipe Products		2,951	12,800,035	2,874	7,279,187
Sinter		1,145,732	9,226,275	1,501,189	8,275,510
Coal Concentrate		29,526	1,444,710	322,452	13,078,819
Pig iron		17,701	2,592,639	5,650	622,453
briquette		0	0	20,061	1,753,839
Slag		125	17,500	1,622	212,850
Ladle skull		150	26,500	290	67,454
Micro Silicon & Electrode Paste		4,773	21,701	3,020	13,798
Limestone & Burnt Lime		679,082	3,519,576	589,683	2,231,553
Sponge iron		1,090	144,117	53,839	4,278,447
Transfer to asset in progress	13.3.4		(18,088,264)		(34,203,270)
Others			4,281,049		7,368,406
			426,198,272		278,556,612

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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	Note	2022-23		2021-22	
		Volume Tons	Amount Million IRR	Volume Tons	Amount Million IRR
Group:					
Export Sale:					
Billet		518,273	89,659,627	500,580	66,986,233
Fine Pellet		132,815	4,661,261	97,628	1,767,706
Pig iron		0	0	101,544	11,148,122
Cathode		498	1,609,104	124	228,017
Ferrosilicon		1,848	800,319	3,343	1,514,031
Copper Pipe		654	2,178,677	742	2,187,170
Pellet		1,030,183	39,894,711	729,614	18,274,883
Concentrate		176,019	6,146,190		0
Coke		36	3,939	75,498	5,131,684
Others			0		572,496
Total Exports			144,953,828		107,810,342
Gross Sales			571,152,100		386,366,954
Sales Discounts			(44,204)		(16,520)
Total			571,107,896		386,350,434

The sales list of the products (whether domestic or export, setting rates and choosing customers) are based on the approvals of the Sales Commission and the Iran Commodity Exchange.

Due to the increase in the cost of production factors and the obligation to offer steel products on the commodity exchange on one hand, and on the other hand, power outages and shortages of raw materials, there has been a reduction in production quantities compared to the comparative year in the subsidiaries ZISCO and BISCO.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

## 5.2. Services income

	Group	
	2023-24 Million IRR	2022-23 Million IRR
Iranian Industrial Development & Renovation Construction (MANA) (Contracting Work)	661,761	1,114,806
Middle East Meyar Sanat Engineering Co. - Contracting Work	440,348	579,166
Iranian Samangan Tarabar Transportation Co.	1,843,968	1,202,824
Jahani Mining Co.	5,210,987	1,373,803
WMY	-	1,073,296
Manasaz Abyek	154,972	18,194
IMICO	236,253	0
	8,548,289	5,362,089

## 5.3. Return on investment in subsidiaries

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Sirjan Iranian Steel	-	-	42,496,135	43,746,023
MANA	-	-	986,041	3,099,829
Butia Iranian Steel	-	-	450,000	1,302,400
Middle East Shining Sun Commercial	-	-	3,000	120,000
Zarand Iranian Steel	-	-	26,998	14,499
Middle East Mines Reconstruction & Development	-	-	40,000	90,000
Middle East Meyar Sanat Engineering	-	-	50,000	50,000
Iranian Babak Copper	-	-	84,900	27,000
Others (Subsidiaries Excluded from Consolidation)	114,745	15,105	114,745	15,105
	114,745	15,105	44,251,819	48,464,856



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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**6. Cost of Operating revenues**

	Note	Group	
		2023-24 Million IRR	2022-23 Million IRR
Cost of Goods Sold	6-1	449,088,451	275,637,081
Cost of Services Rendered	6-2	8,009,438	5,241,105
		457,097,889	280,878,186

**16.1. Cost of sold operating revenues is as follows:**

	Note	Group	
		2022-23 Million IRR	2021-22 Million IRR
Direct Materials		359,821,925	181,391,279
Direct Wages		25,229,421	14,181,272
Overhead			
Indirect Materials Consumed		57,414,599	43,944,035
Wages, Salaries, and Benefits		3,642,542	2,360,739
Employer's Insurance Contribution		1,775,290	865,147
Work Termination Benefits		452,480	196,321
Government Royalty Share		25,766,871	10,656,322
Extraction Cost		13,123,180	8,956,438
Depreciation Expense		17,605,292	14,557,240
Maintenance and Repairs		14,983,982	10,320,777
In-Plant Transportation Service Costs		8,346,857	7,077,912
Life and Health Insurance Costs		1,250,532	402,069
Machinery Rental Costs (Forklifts, Cranes, etc.)		1,677,973	910,812
Other Overhead Costs	6-1-1	32,989,490	35,296,458
Other Cash Benefits for Employees		940,833	593,809
Total Production Cost		565,021,268	331,710,630
By-product	20-5	(47,070,100)	7,419,519
(Increase in) Work-in-Progress Inventory	20-2	(16,466,244)	(11,021)
Cost of Finished Goods		501,484,924	339,119,128
(Increase in) Finished Goods Inventory	20-1	(45,141,071)	(20,627,803)
Scraps		2,328,317	(3,367,750)
Transfer to asset in process	13-3-4	(17,842,269)	(40,110,229)
Others		8,258,550	623,735
		449,088,451	275,637,081

6.1.1. Other overhead costs mainly include costs of consumable materials and tools, meal expenses, industrial cleaning costs, transportation, and etc.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

6.2. Cost of Operating Income from Providing Services, Broken Down by Group Companies:

	Group	
	2023-24 Million IRR	2022-23 Million IRR
MANA	627,242	857,569
Middle East Meyar Sanat Engineering	362,916	924,946
IMICO	221,450	-
Iranian Samangan Transportation	1,620,780	1,079,845
MANASAZ	154,684	15,125
Jahani Mining Co.	5,022,366	1,341,065
WMY	0	1,022,555
	8,009,438	5,241,105

6.3. The major items comparing the group's production volume in the reporting fiscal year with nominal and usual (practical) capacity show the following results.

Production Unit	Measurement Unit	Nominal Capacity	Normal capacity (Practical)	Actual Production in 2022	Actual Production in 2022-23
Concentrate 1 & 2-Zarand Iranian Steel Co.	Ton	4,000,000	2,694,030	1,844,349	2,672,239
Concentrate 1 & 2-Sirjan Iranian Steel Co.	Ton	4,000,000	1,961,270	3,043,836	3,250,251
Pellet- Zarand Iranian Steel Co.	Ton	2,500,000	2,107,311	1,626,202	1,874,814
Pellet-Sirjan Iranian Steel Co.	Ton	2,500,000	1,591,724	2,304,530	2,242,798
Pellet-Butia Iranian Steel Co.	Ton	2,500,000	1,800,000	1,063,814	1,272,340
Bardsir Sponge Iron- Sirjan Iranian Steel Co.	Ton	1,000,000	665,191	765,602	829,322
Bardsir Steel-Sirjan Iranian Steel Co.	Ton	1,000,000	131,610	640,191	725,608
Coke Making 1- Sirjan Iranian Steel Co.	Ton	400,000	74,116	142,976	150,349
Coke Making 2- Sirjan Iranian Steel Co.	Ton	800,000	127,137	279,249	320,955
Products of Zarand Iranian Steel Co. - Zarand Iranian Steel Co.	Ton	1,700,000	0	848,220	623,740

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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**7. Sales, Administrative and General Expenses**

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Wages and Salaries	4,626,191	2,919,733	951,391	774,456
Employees' Work Termination Benefits	184,403	80,862	-	-
Bonuses and Rewards	211,326	169,742	40,000	38,000
Assets Depreciation	606,237	259,528	11,392	8,219
Post & Telephone	9,976	9,195	-	-
Maintenance & Repair	103,770	67,643	-	-
Audit Fee	113,949	50,861	58,960	19,485
Board of Directors' Attendance Fee & Bonus	63,230	71,868	-	-
Utilities	3,536	14,551	-	-
Rent	137,560	100,795	-	-
Catering	504,914	223,935	70,756	41,791
Sales, Advertising, and Commission Expenses	1,575,917	3,318,422	-	-
Business Travel	195,517	447,982	-	-
Contracting Services & Preparation of Technical Reports	308,315	276,673	308,315	169,592
Others	6,525,896	3,068,479	971,904	482,250
	<b>15,170,737</b>	<b>11,080,269</b>	<b>2,412,718</b>	<b>1,533,793</b>

7.1. The increase in the above expenses is mainly due to the export and sales costs of steel billets related to Zarand Iranian Steel and Butia Iranian Steel companies.

**8. Other Revenues**

	Note	Group	
		2022-23 Million IRR	2021-22 Million IRR
Currency Exchange Profit		24,750	2,780,657
Warehouses Adjustments		1,146,178	3,024
Electricity Sales		1,668,930	
Reversal of Provision		0	192,895
Sale of By-product, Tar		2,060,718	2,049,417
Sale of Scraps		3,571,942	77,790
Revenue from Iron-Bearing Materials Inventory in the Crushing Unit and Metal Content	8-1	51,014,010	0
Others		300,122	1,324,418
		<b>59,786,650</b>	<b>6,428,201</b>



**Middle East Mines & Mining Industries Development  
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- 8.1. The subsidiary Zarand Iranian Steel Company, during the respective fiscal year, based on the reports of the Iranian Judiciary Official Experts Association and the conducted analyses and topographic maps, identified an inventory of 10,249,263 tons of iron-bearing materials in the crushing unit amounting to 36,897.347 million rials and 18,897 tons of copper metal content in the processing unit amounting to 14,116,663 million rials at the concentrate complex. These have been recognized as inventory of by-products as detailed in supplementary note 20-5 of the financial statements and recorded in the books.
- 8.2. The group's foreign currency translation revenues are primarily derived from the translation of currency related to exports.
9. Other Expenses

	Group	
	2023-24 Million IRR	2022-23 Million IRR
Cost of sold raw materials	23,102	1,578,259
Currency Exchange loss	4,100,993	380,147
Tar Cost	1,918,568	1,821,182
Sale of Scraps	189,416	85,278
Goodwill Amortization	1,903	1,903
Warehouses Adjustments	238,035	38,170
Cost of Electricity	1,448,225	-
Others	4,846,605	414,488
	12,766,847	4,319,427

10. Financial Expenses

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Interest on Loans Received from Banks	110,444,172	57,417,434	-	23,472
	110,444,172	57,417,434	0	23,472

- 10.1. The increase in the financial costs of the loans received in the group is mainly due to the borrowing by the subsidiary companies of ZISCO and BISCO and MIEPCO.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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**11. Other Non-operating Revenues and Expenses**

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Deposits Interest		677,179	615,768	143,092	213,466
Currency Exchange Profit (Loss)		218,701	(13,036)	-	-
Income from Investment in Other Companies' Shares		-	671	-	-
Income from the Valuation of Readily Marketable Current Investments at Market Value	23-1	3,166,998	0	-	-
Profit from Selling Fixed tangible Assets		163,343	(7,179)	-	-
Others		488,770	474,883	-	20
		<u>4,714,991</u>	<u>1,071,107</u>	<u>143,092</u>	<u>213,486</u>

**12. Basis for Calculation of Basic EPS Profit (Loss)**

	Group		Parent Company	
	2022-23 Million IRR	2021-22 Million IRR	2022-23 Million IRR	2021-22 Million IRR
Profit of Operation in process	154,522,106	101,877,947	41,839,101	46,931,063
Tax Effect	(5,525,160)	(3,102,716)	-	-
Share of Non-Controlling Interests in Profit from Operations in process - Operating	(365,834)	(185,887)	-	-
Profit from Operations in process - Operating - Attributable to Owners of the Parent Company	<u>148,631,112</u>	<u>98,589,344</u>	<u>41,839,101</u>	<u>46,931,063</u>
Profit (Loss) from Operations in process - non- operating	(105,729,181)	(56,346,327)	143,092	190,014
Tax Effect	0	0	-	-
Share of Non-Controlling Interests in Profit (Loss) from Operations in process - non- operating	3,151	32,386	-	-
Profit (Loss) from Operations in process - Non-Operating - Attributable to Owners of the Parent Company	<u>(105,726,030)</u>	<u>(56,313,941)</u>	<u>143,092</u>	<u>190,014</u>
Profit before tax	48,792,925	45,531,620	41,982,193	47,121,077
Tax Effect	(5,525,160)	(3,102,716)	-	-
Share of Non-Controlling Interests in Net Profit	(362,684)	(153,501)	-	-
Net Profit - Attributable to Owners of the Parent Company	<u>42,905,082</u>	<u>42,275,403</u>	<u>41,982,193</u>	<u>47,121,077</u>

**Middle East Mines & Mining Industries Development  
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	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Weighted Average Number of Ordinary Shares Issued - Million Shares	156,274	92,219	156,274	92,219

12.1. The weighted average of the number of ordinary shares of the reported year has been calculated according to the changes in the number of shares listed in note 1-24.



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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13. Tangible Fixed Assets

113.1. Group  
(Million IRR)  
(RESTATED)

	Land	Building	Installations	Machineries & Equipment	Tools	Motor Vehicles	Furniture & Fixtures	Water Well	Asset under construction	Overburden Removal Activities	Capital Prepayments	Assets Held in Warehouse	Orders in Transition	Total
Cost:														
Balance at Beginning of 2022	1,289,853	67,094,940	26,050,610	311,030,452	1,090,983	1,333,164	2,028,858	80,305	179,881,472		185,368,486	420,382	280	775,669,515
Increase	887,878	2,788,075	865,218	11,293,168	657,665	2,120,853	877,124		142,898,169		27,774,554	145,794	20,662	190,329,160
Transfer from Asset under Construction to Fixed Asset		4,028,586	368,996	5,535,497	67		80,714		(10,013,860)					0
Transfer from Asset under Construction Account to Inventory of Goods Account									(7,382,454)					(7,382,454)
Disposed - Decrease During the Year				(27,837)		(9,854)	(7,409)		(177,706)			794		(62,042)
Currency Exchange Difference			257,589	2,362,709	11,250				5,266,021		13,675,745			21,573,314
Other Transfers & Changes	362,808	3,646,030	1,970,115	15,434,760	19,368	22,163	90,378	1,300	(78,037,382)	43,586,390	6,199,371	(181,739)		(6,886,438)
Balance at End of 2022	2,540,269	77,557,631	29,512,528	345,628,749	1,779,333	3,466,296	3,069,665	81,605	232,594,260	43,586,390	233,018,156	385,221	20,942	973,241,055
Increase	78,987	1,109,592	221,865	5,163,138	647,551	152,168	1,289,633		162,922,564	76,775,856	39,945,847	204,910	855,890	289,368,001
Transfer from Asset under Construction Account to Inventory of Goods Account										(62,791,286)				(62,791,286)
Disposed - Decrease During the Year		(39,111)	(1,026)	(2,816)	(302)	(178)	(5,673)		(1,235)					(50,341)

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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	Land	Building	Installations	Machineries & Equipment	Tools	Motor Vehicles	Furniture & Fixtures	Water Well	Asset under construction	Overburden Removal Activities	Capital Prepayments	Assets Held in Warehouse	Orders in Transition	Total
Currency Exchange Difference			513,804	8,422,184	19,935				4,356,663		67,768,308			81,080,894
Other Transfers & Changes	710,700	1,659,746	29,246,198	77,591,142	669,345	157,942	146,478	183	(42,657,985)		(60,633,514)	(241,540)	(12,603)	6,636,092
Balance at End of 2023	3,329,956	80,287,858	59,493,369	436,802,397	3,115,862	3,776,228	4,500,103	81,788	357,214,267	57,570,960	280,098,797	348,601	864,229	1,287,484,415
Accumulated depreciation:														
Balance at Beginning of 2022		3,960,821	2,195,320	18,854,428	316,097	454,871	677,685	37,887						26,497,109
Depreciation		3,396,219	1,906,558	10,211,469	252,621	444,160	443,353	5,090						16,659,470
Other Transfers & Changes					(2,202)		2,202							0
Accumulated depreciation of Sold assets		(10,314)		2,304,468	17,075	(515)	(14,389)							2,401,423
Balance at End of 2022		7,346,726		31,370,365	585,793	896,314	1,108,851	42,977						45,558,002
Depreciation		3,835,993		15,013,484	366,376	540,185	605,355	4,479						22,561,906
Other Transfers & Changes				(17)	0	0	17							0
Accumulated depreciation of Sold assets		(4,640)		(20,350)	28	(177)	13,948							(11,279)
Balance at End of 2023	-	1,178,079		46,363,482	952,197	1,436,322	1,728,171	47,456	-	-	-	-	-	68,108,629
Book Value at the End of 2023	3,329,956	69,109,779		390,438,915	2,163,665	2,339,906	2,771,932	34,332	357,214,267	57,570,960	280,098,797	348,601	864,229	1,219,375,786
Book Value at the End of 2022	2,540,269	70,210,905		314,258,384	1,193,540	2,569,982	1,960,814	38,628	232,594,260	43,586,390	233,018,156	385,231	20,942	927,683,053

13.1.1. As of the date of the financial statement approval, all risk areas of the group's assets are adequately covered by insurance.

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- 13.1.2. The increase in machinery and equipment, furniture and fixtures, and assets under construction is primarily related to SISCO, BISCO, and IBCCO.
- 13.1.3. The increase in buildings during the year is primarily related to SISCO and IBCCO.
- 13.1.4. The amount transferred to inventory from overburden removal activities pertains to SISCO.
- 13.1.5. The ownership documents for some of the land and buildings of subsidiaries (MESCO, IBCCO, MEMRADCO, MEMSECO, SISCO) have not yet been transferred to the names of these companies.



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**13.2. Parent Company**

	Land Million IRR	Building Million IRR	Office Equipment Million IRR	Motor Vehicles Million IRR	Furniture & Fixtures Million IRR	Total Million IRR	Asset under Construction Million IRR	Capital Prepayment Million IRR	Total Million IRR
Balance at the Beginning of 2022	126,944	102,963	10,061	3,703	15,719	259,390	5,576,901	-	5,836,291
Increase During the Period	-	-	4,805	-	2,752	7,557	1,540,090	23,590	1,571,227
Disposed						0			0
Transfers	-	-	-	-	-	0	394,696	-	394,696
Balance at the End of 2022	126,944	102,963	14,866	3,703	18,471	266,947	7,511,687	23,580	7,802,214
Increase During the Period		42,087	13,129		25,811	81,027	112,739		193,766
Transfers			(27,995)		27,995		23,580	(23,580)	0
Balance at the End of 2023	126,944	145,050	0	3,703	72,277	347,974	7,648,006	0	7,995,980
Accumulated Depreciation:									
Balance at the Beginning of 2022	-	47,638	6,411	154	10,205	64,408	-	-	64,408
Depreciation	-	4,027	1,795	633	1,764	8,219	-	-	8,219
Balance at the End of 2022	0	51,665	8,206	787	11,969	72,627	0	0	72,627
Depreciation	-	4,160	0	618	6,293	11,071	-	-	11,071
Transfers			8,206		(8,206)	0			0
Balance at the End of 2023	0	55,825	8,206	1,405	10,056	83,698	0	0	83,698
Book Value at the End of 2023	126,944	89,225	8,206	2,298	62,221	264,276	7,648,006	0	7,912,282
Book Value at the End of 2022	126,944	51,298	6,660	2,916	6,502	194,320	7,511,687	23,580	7,729,587

13.2.1. As of the date of the financial statement approval, all risk areas of the group's assets are adequately covered by insurance. It should be noted that any potential risks related to

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- assets under construction are the responsibility of the respective contractor.
- 13.2.2. The land's account balance is due to separating the land and building of Tehran and Kerman buildings. In addition, a number of units in the Kerman office building have been mortgaged in favor of Saderat Bank a collateral against a loan received by ISTCO (subsidiary).

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13.3. The balance of assets under construction, broken down by group companies, is as follows:

Company	Note	2023-24 Million IRR	2022-23 Million IRR
SISCO	13-3-1	12,813,272	5,577,337
ZISCO	13-3-2	36,326,454	26,549,900
IBCCO	13-3-3	93,626,169	72,408,353
BISCO	13-3-4	121,384,023	94,149,148
Parent Company	13-3-5	7,648,006	7,511,687
MEMRADCO		8,300,873	6,200,284
Other Companies		77,115,470	20,197,551
		<u>357,214,267</u>	<u>232,594,260</u>

13.3.1. Sirjan Iranian Steel Company

	% Of Completion		Estimated time for Operation	Estimated Cost for Completion Million IRR	Accumulated Expenses	
	2023-24	2022-23			2023-24 Million IRR	2022-23 Million IRR
Direct Reduction 2	27.31	11.24	October, 2024	52,697,921	7,961,695	2,707,270
Sirjan Dewatering Project No. 2	95	0	May, 2024	4,731,630	1,459,626	0
Infrastructures	84.4	99.3	March, 2024	4,209,699	3,391,951	2,869,867
				<u>61,639,250</u>	<u>12,813,272</u>	<u>5,577,337</u>

13.3.2. Zarand Iranian Steel Company

	% Of Completion		Estimated Date for Operation	Estimated Cost for Completion Million IRR	Accumulated Expenses	
	2023-24	2022-23			2023-24 Million IRR	2022-23 Million IRR
Zarand Wastewater Treatment Plant	65.46	62.81	February, 2026	4,727,375	12,023,282	7,420,857
Khomroud Project	45.95	40.41	November, 2025	45,906,922	9,884,240	5,142,593
Power Station Project of 330/230 KW Power Plant of Steel Plant	99	98.5	March, 2025	30,000	3,452,258	2,625,699
Direct Reduction Steel Complex Project Under Completion	7	2	February, 2026	68,991,204	2,776,545	961,121
Boiler No. 2 Project Under Completion in the Blast Furnace Area of the Steel Complex	87	51	May, 2024	500,000	2,181,859	1,358,308
Other Projects under Completion					6,008,270	9,041,322
				<u>120,155,501</u>	<u>36,326,454</u>	<u>26,549,900</u>

13.3.2.1. Correction of the accumulated sum relating to the Steelmaking Unit of previous years in the amount of IRR2,679,840 million is due to adjusting financing costs to weighted assets.



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13.3.3. Iranian Babak Copper Company

	% Of Completion		Estimated Date for Operation	Estimated Cost for Completion Million IRR	Accumulated Expenses	
	2023-24	2022-23			2023-24 Million IRR	2022-23 Million IRR
Copper Cathode Project (Buildings and Machinery)	87	85	March, 2024	8,384,432	93,626,169	72,408,353
				8,384,432	93,626,169	72,408,353

13.3.4. Butia Iranian Steel Company

	% Of Completion		Estimated Date for Completion	Estimated Cost for Completion Million IRR	Accumulated Expenses	
	2023-24	2022-23			2023-24 Million IRR	2022-23 Million IRR
Steel Making	81	70	2023	249,583,992	12,067,253	25,109,604
Power Plant	95	90	2022	144,670,175	11,242,847	842,444
Wastewater Network	58	46	2024	87,630,000	55,835,739	21,534,730
Concentrate	18	2	2024	53,771,077	2,818,046	213,907
Infrastructures	-	-	-	2,148,000	39,420,138	46,448,463
				537,803,244	121,384,023	94,149,148

13.3.4.1. The profit from the production of the pilot product by Butia Iranian Steel Company (excluding explanatory notes 5 and 6) amounting to 245,995 million rials has been accounted for as assets under construction.

13.3.5. Parent Company

	% Of Completion		Estimated Date for Operation	Estimated Cost for Completion Million IRR	Accumulated Expenses	
	2023-24	2022-23			2023-24 Million IRR	2022-23 Million IRR
MIDHCO comprehensive information systems (MIDRP)	78	67	Aug. 2026	1,029,422	4,843,255	4,145,364
Security and support, etc.	83	88	Feb. 2026	317,200	2,107,447	1,901,721
Visual Monitoring & Information Transfer Infrastructure	95	92	Feb. 2024	42,112	697,304	1,464,602
				1,388,734	7,648,006	7,511,687

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13.4. Capital prepayments and orders based on subsidiaries are as follows:

	Note	2023-24 Million IRR	2022-23 Million IRR
SISCO		687,656	717,049
BISCO	13-4-1	270,678,238	216,625,653
ZISCO	13-4-2	3,018,677	4,391,959
MIEPCO		2,421,215	227,708
IBCCO		122,559	211,408
MEMRADCO		2,161,877	31,998
FESICO		851,293	598,847
MEMSECO		157,282	114,475
Others		0	10,099,059
		<u>280,098,797</u>	<u>233,018,156</u>

13.4.1. BISCO

	Note	2023-24 Million IRR	2022-23 Million IRR
Steel and power plant orders	13-4-1-1	241,109,903	176,821,487
Prepayments to contractors	13-4-1-2	29,568,335	39,804,166
		<u>270,678,238</u>	<u>216,625,653</u>

13.4.1.1. The above balance is related to L/C 97759693 (steel making) in the amount of IRR218,721,238 million, L/C 93725401 (infrastructure) in the amount of IRR31,466,903 million and L/C 96701264 (steel making) in the amounts of IRR2,303,553 million.

13.4.1.2. The above amount is mainly related to L/C 97759693, a prepayment to Danieli Company which is amortized from each received progress payment.

13.4.2. ZISCO

	2023-24 Million IRR	2022-23 Million IRR
House providing for Pasargad financial group	-	2,129,118
Qaem Reza Industries Complex	1,327,544	1,362,020
Others	1,691,133	900,821
	<u>3,018,677</u>	<u>4,391,959</u>

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**14. Goodwill**

	2023-24 Million IRR	2022-23 Million IRR
Cost at beginning of the year	41,137	41,137
Accumulated depreciation at the beginning of the year	(29,965)	(28,062)
Depreciation during the year	11,172 (1,903)	13,075 (1,903)
	9,269	11,172

14.1. Consolidated goodwill is amortized according to the significant accounting procedure stated in note 3.3

**15. Intangible Assets**

**15.1. Group**

	Public Service Million IRR	Mine Explora- tion Royalty Million IRR	Accounting Software Million IRR	Others Million IRR	Total Million IRR
Cost:					
Balance at the Beginning of 2022	1,859,827	224,741	86,367	6,867	2,177,802
Increase	38,723	987	30,028	4,885	74,623
Transfers & Adjustments		2,420	4,447	(4,415)	2,452
Balance at the End of 2022	1,898,550	228,148	120,842	7,337	2,254,877
Increase	352,090	243,747	33,984		629,821
Transfers & Adjustments	204		3,651	(3,855)	0
Balance at the End of 2023	2,250,844	471,895	158,477	3,482	2,884,698
Accumulated Amortization:					
Balance at the Beginning of 2022	(5,593)	(44,398)	(53,239)	(6,867)	(110,097)
Amortization	(5,593)	(20,712)	(21,120)	(470)	(47,895)
Balance at the End of 2022	(11,186)	(65,110)	(74,359)	(7,337)	(157,992)
Transfers & Adjustments	(6,259)	(1)	509	5,751	0
Amortization	(5,482)	(9,569)	(22,656)	(297)	(38,004)
Balance at the End of 2023	(22,927)	(74,680)	(96,506)	(1,883)	(195,996)
Book Value at the End of 2023	2,227,917	397,215	61,971	1,599	2,688,702
Book Value at the End of 2022	1,887,364	163,038	46,483	0	2,096,885



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## 15.2. Parent Company

	Software Million IRR	
Cost:		
Balance at the Beginning of 2022	4,351	4,351
Balance at the End of 2022	4,351	4,351
Balance at the End of 2023	4,351	4,351
Accumulated Amortization:		
Balance at the Beginning of 2022	4,351	4,351
Amortization	0	0
Balance at the End of 2022	4,351	4,351
Balance at the Beginning of 2023	4,351	4,351
Amortization	0	0
Balance at the End of 2023	4,351	4,351
Book Value at the End of 2023	0	0
Book Value at the End of 2022	0	0

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**16. Long-term Investment**

Company	Note	2022-23 Million IRR	2021-22 Million IRR
Group:			
Investment in Shares of Other Companies	16-1	23,333,884	19,344,232
On-account investment Increase	16-2	3,061,954	1,392,989
Investment in Securities & Other Investments		3,904,610	3,428,008
		30,300,448	24,165,229
Parent Company:			
Investment in Subsidiary Companies	16-3	197,286,196	109,313,196
On-account capital increase of Subsidiary Companies	16-4	3,061,604	1,392,639
Investment Shares of Other Companies	16-5	6,776,390	5,564,138
		207,124,190	116,269,973

**16.1. Group's investments in shares of other companies**

	2023-24			2022-23
	No. of Shares	% of Investment	Cost Million IRR	Cost Million IRR
Rahyaft Noavar Bartar Pasargad Institute	28,000,000	14	280,000	280,000
Golfam Madan Parand Keman Co.	31,590,000	30	368,550	368,550
Golgohar Area Management & Civil Development Co.	3,780,000,000	14	3,780,000	3,780,000
Pishgaman Amin Sarmayeh Pasargad	150,000,000	15	150,000	150,000
Railway Transportation Development Co.	1,000,000	20	1,000	1,000
Gohar Mes Industries Development Co	5,949,998,594	17	17,675,242	14,066,043
Paya Mining Sources Exploration Management	50,000,000	1	5,480	50,000
Atiyeh Khavar Miyaneh Tourism Dvelopment	19,772,300	5	5,000	5,000
Soroush Edalat Pasargad International Law Firm	100,000	18	100	100
Mirase Mandegar Mutual Investment Charity Fund	29,695	13	29,996	29,996
Others			1,038,516	613,543
			23,333,884	19,344,232

**16.2. On-account investment increase in shares of other companies**

	2023-24 Million IRR	2022-23 Million IRR
Gohar Mes Industries Development	2,731,604	1,240,639
Pishgaman Amin Sarmayeh Pasargad	300,000	150,000
Others	30,350	2,350
	3,061,954	1,392,989

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16.3. Parent Company's investment in shares of subsidiaries

Company	2023-24			2022-23
	No. of Shares	% of Investment	Cost Million IRR	Cost Million IRR
ZISCO	26,998,137,927	99	26,998,138	14,499,000
SISCO	84,992,269,501	99	84,992,270	17,498,409
BISCO	59,199,999,799	99	59,200,000	59,200,000
IBCCO	16,979,999,992	99.9	16,980,000	9,000,000
MANA	2,952,218,450	98	3,022,404	3,022,404
MESCO	499,999,994	99.9	500,000	500,000
MEMRADCO	4,999,999,996	99.9	5,000,000	5,000,000
MEMSECO	499,999,980	99	500,000	500,000
Jahani Mining	1,000,000 EUR	100	86,347	86,346
WMI	1,000,000 CNY	100	7,037	7,037
			197,286,196	109,313,196

16.4. On-account increase in subsidiaries' capital  
(Million IRR)

Company	2023-24	2022-23
Pishgaman Amin Sarmayeh Pasargad	300,000	150,000
Gohar Mes Development	2,731,604	1,240,639
Rahyaft Noavar Bartar Pasargad Institute	28,000	-
Others	2,000	2,000
	3,061,604	1,392,639

16.5. Investment in shares of other companies  
(Million IRR)

Company	2023-24	2022-23
Mirase Mandegar Mutual Investment Charity Fund	29,996	29,996
Paya Mining Sources Exploration Management	5,480	50,000
Gohar Mes Development	5,954,342	4,721,842
Golfam Madan Parand Keman	315,900	315,900
Rahyaft Noavar Bartar Pasargad Institute	280,000	280,000
Pishgaman Amin Sarmayeh Pasargad	150,000	150,000
Atiyeh Khavar Miyaneh Tourism Dvelopment	19,772	15,000
Others	20,900	1,400
	6,776,390	5,564,138



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16.6. Subsidiaries' investment in subsidiary companies  
(Million IRR)

Company	2023-24	2022-23
MIEPCO	1,508,000	1,508,000
ISTCO	562,965	360,165
Pabdana Coal Processing	1,404,000	390,000
FESICO	8,176,600	3,470,000
Manasaz Abyek	300,000	300,000
Fartak Research & Innovation	100,000	100,000
IMICO	100,000	100,000
	12,151,565	6,228,165

16.7. Group's investment in subsidiaries subject to consolidation is as follows:

	Location	% Of Investment				Main Activity
		2023-24		2022-23		
		Group	Parent Company	Group	Parent Company	
MANA	Iran	98	98	98	98	Construction Contractor
SISCO	Iran	100	100	100	100	Steel Making
ZISCO	Iran	100	100	100	100	Steel Making
MESCO	Iran	100	100	100	100	Commercial
IBCCO	Iran	100	100	100	100	Copper Production
MEMSECO	Iran	100	100	100	100	Consulting services
BISCO	Iran	100	100	100	100	Steel Making
Jahani Industrial Mining (Euro Currency)	Germany	100	100	100	100	Commercial
WMI (Yuan Currency)	China	100	100	100	100	Commercial
MEMRADCO	Iran	100	100	100	100	Mining Investment
MIEPCO	Iran	100	0	100	0	Contractor
Pabdana Coal Processing	Iran	83	0	83	0	Coal Production
Mansaz Abyek	Iran	100	0	100	0	Contracting
ISTCO	Iran	100	0	100	0	Transportation
FESICO	Iran	100	0	100	0	Ferro Silicon Production
Fartak Iranian Research & Innovation	Iran	100	0	100	0	Consulting Services
IMICO	Iran	100	0	100	0	Service Activity

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16.7.7. Sanaye Gohar Copper Development Company is subject to consolidation, as it has three board members in the National Iranian Copper Industries Company. In addition, since this company has not been utilized and is not profitable in the audited financial statements as yet, equity methods has not been applied in preparing its financial statements.

16.8. The summary of the financial information of the subsidiary companies whose non-controlling interests are significant are as follows

The summarized financial information below shows the amounts before removing intra-group transactions.

	MANA		PABDANA	
	2023-24 MILLION IRR	2022-23 MILLION IRR	2023-24 MILLION IRR	2022-23 MILLION IRR
Current Assets	31,517,043	24,468,914	6,059,536	2,347,488
Nun-Current Assets	4,786,891	4,651,703	2,809,005	922,784
Current Liabilities	30,241,787	20,429,136	4,225,027	1,649,936
Non-Current Liabilities	1,734,751	1,928,434	1,027,768	30,926
Equity Attributable to the Parent Company's Owners	4,327,397	6,763,048	3,615,746	1,589,410
Non-Controlling Interests	86,548	135,261	614,677	270,200
Operating Revenues	22,058,686	27,064,920	10,724,326	7,517,128
Net Profit	714,348	3,640,931	2,026,336	454,848
Attributable to Parent Company's Owners	700,062	3,568,112	1,681,859	377,524
Attributable to Non-controlling Interests	14,286	72,819	344,477	77,324
Net Cash Inflow (Outflow) from Operating Activities	1,963,697	(3,001,459)	661,218	19,923
Net Cash Inflow (Outflow) from Investing Activities	(274,398)	(2,215,709)	(331,195)	(129,070)
Net Cash Inflow (Outflow) from Financing Activities	(760,457)	(1,038,263)	(312,569)	23,017
Net Cash Inflow (Outflow)	928,842	6,255,432	17,454	(86,130)

16.9. Significant limitations  
The company does not have any restrictions on access to the use of the groups assets and settlement of debts.

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17. Trade and Other Receivables

17.1. Group's short-term receivables  
(Restated)

	Note	2023-24 Million IRR	2022-23 Million IRR
Trade:			
Receivable Notes - Other Parties		413,327	3,442,137
Other Receivables:			
Claims from Out-of-the-Group Clients in MANA Co	17-1-1	337,428	785,810
Customers of Subsidiaries' Products	17-1-2	7,002,966	16,027,405
Vimla resources (FZE)		174,429	1,785,869
Chadormalu Mining and Industrial		257,569	-
Khouzestan Steel Company		94,751	96,608
Nasim Salamat Khatam Company - Qom Hospital		74,872	74,872
Padideh Taban Sar Amad		150,354	54,847
Isfahan Steel Company		271,476	162,753
Gohar Mes Company		1,456,565	-
Fakoor Sanat Company		1,677,897	681,781
Sangan Khorasan Steel		2,017,805	2,443,991
		13,929,439	25,529,073
Other Receivables:			
Foreign Currency Fund Held with Broker		313,200	4,984,506
Sinosteel China Corp.	17-1-3	2,170,631	1,642,335
Pasargad Exchange Co.	17-1-4	1,841,440	48,849
Deposits Receivables	17-1-5	2,030,633	1,767,023
Personnel's Debt		876,808	435,393
L/Gs Deposit	17-1-6	1,447,363	41,123
Pasargad Bank -Related Parties		11,320	6,393
Emirates Brokerage		3,664,709	-
Gohar Mes Industries Development Company		5,202,526	-



**Middle East Mines & Mining Industries Development  
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	Note	2023-24 Million IRR	2022-23 Million IRR
Ahwaz Municipality		10,064	10,064
MIDHCO's Employees' Tamin Atiyeh Company -Related Parties		91,452	59,326
VAT	17-1-7	27,472,618	14,111,747
Others		4,140,008	2,749,853
		49,272,772	25,856,612
		63,202,211	51,385,685

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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	Note	2023-24 Million IRR	2022-23 Million IRR
Parent Company's short-term receivables:			
Trade:			
SISCO-Related Parties	17-1-8	42,940,865	67,722,290
ZISCO-Related Parties	17-1-8	5,255,441	5,271,933
MANA-Related Parties	17-1-8	3,094,489	3,442,154
MEMSECO-Related Parties	17-1-8	557,859	227,782
BISCO-Related Parties	17-1-8	-	4,913,557
MESCO-Related Parties	17-1-8	138,918	131,448
MEMRADCO-Related Parties	17-1-8	0	0
Others		63,181	32,256
		52,050,753	81,741,420
Other Receivables:			
Others		35,084	135,764
		35,084	132,764
		52,085,837	81,874,184

- 17.1.1. The above amount mainly includes claims from Sangan Steel, Tehran Engineering and Civil and Atabat-Aliyat Renovation Companies.
- 17.1.2. The above amount is for selling subsidiaries' products (mainly BISCO and SISCO Companies) to companies which are out of the group.
- 17.1.3. The balance of the above account is mainly related to the deposit in the amount of CNY39,024,536 of Sinosteel by Zarand Iranian Steel Company for the purchase of steel equipment on account.
- 17.1.4. The balance of the above account is related to the foreign currency claims of Zarand Iranian Steel Company from Pasargad Exchange.
- 17.1.5. The above amount is related to the insurance deposit and good job performance of contracting companies.
- 17.1.6. The mentioned account balance is mainly related to an L/Gs deposit obtained by Zarand Iranian Steel Company and Jahani Mining Company.
- 17.1.7. VAT of the Company has been finalized and settled up to March 22, 2023 and the mentioned balance is for the tax credit of the group companies which was settled after examination by the Iranian National Tax Administration.
- 17.1.8. The above amount is mainly related to approved dividends in the subsidiaries' assemblies for the per-

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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## 117.1. Group's long-term receivable

Company	2023-24 Million IRR	2022-23 Million IRR
Deposits	603,921	589,612
L/Gs Deposits Held with Banks	217,038	217,038
Long-term Portion of Net Investment in Lease	19,490	56,807
Personnel (Loans, etc.)	190,088	40,585
Social Security Organization	0	132,066
MIDHCO's Employees' Tamin Atiyeh Company	288,041	331,287
Others	107,996	92,456
	1,426,574	1,459,851



**Middle East Mines & Mining Industries Development  
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**18. Other Assets**  
(Restated)

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Deposit Held with Banks to Obtain Loans for Personnel		358,473	262,876	41,000	41,000
Frozen Funds	18-1	2,835,440	1,018,411	-	-
Deposit Held with Other Banks	18-2	1,144,544	382,395	21,802	21,790
Collateral		146,979	322,656	-	-
others		186,446	115,765	-	-
		<b>4,671,882</b>	<b>2,102,103</b>	<b>62,802</b>	<b>62,790</b>

18.1. The above amount mainly includes frozen funds of ZISCO and BISCO Companies to obtain Bank letters of guarantee..

18.2. The above amount is mainly related to SISCO.

**19. Prepayments**  
(Restated)

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Overseas Prepayments:					
Parts & Spare Parts Order	19-1	33,743,415	38,293,973		
		<b>33,743,415</b>	<b>38,293,973</b>	<b>0</b>	<b>0</b>
Domestic Prepayments:					
Purchasing Goods & Services	19-2	12,960,496	5,678,461	7,026	8,195
Purchasing Parts & Spare Parts	19-3	12,324,492	2,128,465	-	-
Prepayments to Contractors		2,545,275	1,020,038	-	-
National Iranian Copper Industries Company		126,827	167,846	-	-
Tadbir Farayand Gharb Rastak Company		454,242	75,513	-	-
Others		3,532,686	8,435,696	-	-
Tax Prepayment		1,014,579	-	-	-
		<b>32,958,597</b>	<b>17,506,019</b>	<b>7,026</b>	<b>8,195</b>
		<b>66,702,012</b>	<b>55,799,992</b>	<b>7,026</b>	<b>8,195</b>

**Middle East Mines & Mining Industries Development  
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- 19.1. The mentioned amount is mainly related importing coking coal, ferromanganese and other costs by ZISCO Company.
- 19.2. It is mainly for the purchase of spare parts, graphite electrodes, conveyor belts and nozzles of SISCO Company.
- 119.1. The above amount is mainly for the purchase of spare parts of ZISCO, SISCO, BISCO and building construction materials of MANA.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

20. Inventory of Goods and Materials

	Note	2023-24 Million IRR	2022-23 Million IRR
Group:			
Finished Goods	20-1	145,097,004	99,955,933
Goods in Process	20-2	19,220,522	2,754,278
Raw Materials	20-3	92,527,723	62,282,949
Parts, Spare Parts & Tools	20-4	54,845,255	40,201,433
Inventory of Scraps of Sites		1,217,894	1,126,003
Consumables		1,834,983	961,397
Inventory of By-products	20-5	96,054,603	12,551,881
Inventory of Auxiliary Materials		5,052,724	2,215,070
Others		738,374	2,022,112
		416,589,082	224,071,056

- 20.1. Inventory includes concentrate product, iron ore high concentrate, sponge iron, pellet, metallurgical coke, and concentrate of Sirjan Iranian Steel, Zarand Iranian Steel and Boutia Iranian Steel Companies worth IRR31,702,368 million, IRR97,460,568 million, IRR10,518,591 million, respectively. Inventory also includes copper pipe products, ferro silicon, crushed pot residue and slag of Iranian Babak Copper, Ferro Silicon Gharb Pars and Middle East Mines Reconstruction & Development Companies worth IRR5,415,477 million.
- 20.2. The inventory of materials and goods in progress for IBCCO subsidiary includes amounts of 6,328 billion rials and 2,855 billion rials, respectively, for the created Bio Leaching Cake and Neutralization Cake in the process of producing the main product (cathode), in line with the feasibility study presented and the extraction of contained metals from these inventories, including copper, gold, and silver, laboratory studies, pilot production, and the establishment of production lines have been carried out. Despite several budget adjustments and revised operational start dates, the project has not yet yielded results and has not progressed significantly. However, all necessary operations for the extraction of the aforementioned elements are ongoing. Management believes that once the production lines are operational, these items will be consumed in the production process and fully recovered.
- 20.3. This mainly includes the inventory of iron ore raw materials, graded iron ore, concentrate and pellet of SISCO, ZISCO and BISCO Companies in the amount of IRR35,876,730 million, IRR30,350,629 million and IRR2,490,299 million, respectively.
- 20.4. This is mainly related to ZISCO in the amount of IRR7,662,099 million, SISCO in the amount of IRR27,106,248 million, MIEPCO in the amount of IRR7,785,012 million and BISCO in the amount of IRR8,595,117.
- 20.5. Of the above by-product inventories, 88,848 billion rials pertain to ZISCO Company, including iron-bearing materials (processing unit, crushing unit) and the inventory of copper metal content in the processing unit, based on reports from the Iranian Judiciary Official Experts Association and conducted analyses and topographic maps. In past years, the low-grade crushed materials in the concentrate line, the iron-bearing materials in the processing unit, and the copper metal content in the processing unit of the concentrate complex were collected based on the board of directors' resolution, supported by the feasibility report on iron-bearing (low-grade) materials and iron-bearing materials containing copper metal in the processing unit. These inventories were topographically mapped and evaluated based on the expert's opinion. It has been determined that they will be used to extract the contained metals in the coming years, considering the existing machinery and the purchase of equipment. Based on foreseeable future conditions, management believes that the recoverability of these inventories within the predicted timeframe of the feasibility study is practical and economically feasible. Therefore, as detailed in explanatory notes 6-1 and 8-1, amounts of 51,014 billion rials and 37,834 billion rials have been recognized in the accounts as other income and as a reduction in the cost of goods sold, respectively.
- 20.6. With the exception of the inventory of materials and goods of ZISCO, MEMRADCO, MANA, and SISCO, the inventory of materials and goods of the group is insured against potential risks, as applicable.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

## 21. Short-term Investments

	2023-24			2022-23
	Cost Million IRR	Impairment Million IRR	Net Million IRR	Net Million IRR
Group:				
Other Investments - Pasargad Bank	26,100		26,100	26,100
	26,100	-	26,100	26,100



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

22. Cash

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Cash Held with Banks-IRR	21,215,039	8,466,976	1,588,242	2,542,568
Cash Held with Banks-Foreign Currency	3,019,166	1,372,370	616	0
Cash at Hand-IRR	33,916	11,556	0	1,500
Cash at Hand- Foreign Currency	66,272	93,715	0	4,983
Petty Cash	86,514	27,828	3,860	0
Cash in Transition	739,839	264,700	0	0
	<u>25,160,746</u>	<u>10,237,145</u>	<u>1,592,718</u>	<u>2,549,051</u>

22.1. The foreign currency cash balance has been exchanged as described in note 5-3 of the main procedures.

23. Non-Current Assets Held for Sale

	Note	2023-24 Million IRR	2022-23 Million IRR
Investments	23-1	<u>4,254,665</u>	0

23.1. In previous years, BISCO Company purchased 120,000,000 capacity certificates from Kerman Regional Electric Company for future use of electricity capacity. These certificates do not carry guaranteed returns and are tradable on the Tehran Stock Exchange (main board). As of the balance sheet date, each certificate was traded at 83,049 IRR (beginning of the financial period: 52,000 IRR). With the nearing completion of the power plant project and the company's lack of need for the certificates, management decided to reclassify this investment from long-term investments to non-current assets held for sale. Necessary actions for the sale (obtaining Board of Directors' approval and confirmation from the Thermal Power Plant Company) are currently underway. In this regard, as noted in explanatory note 11, an income of 3,166,998 million IRR from the revaluation of marketable current investments has been recognized in the accounts.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

**24. Capital**

The capital of the Company amounts to IRR200,000,000 million on March 19, 2024 including 200 billion named shares at IRR1,000 each, all of which has been paid for.

The composition of shareholders on the date of the financial statement is as follows:

	2023-24		2022-23	
	No. of Shares	% of Investment	No. of Shares	% of Investment
Mabnaye Khavar Miyaneh Co. (Private J.S)	30,738,545,601	15.37	21,272,341,200	15.19
Pars Aryan Investment Co. (Public J.S)	24,276,459,659	12.14	16,576,490,079	11.84
Rahbord Sarmaye Iranian Co. (Private J.S)	20,066,644,174	10.03	14,527,706,919	10.38
Arzesh Afarinan Pasargad Co. (Public J.S)	19,008,166,432	9.50	13,155,784,210	9.40
Dana Gostar Caspian Co. (Private J.S)	8,538,577,277	4.27	5,724,555,198	4.09
Tejarat Pishgan Mihanegar Pars Co. (Private J.S)	11,321,008,447	5.66	7,679,390,762	5.49
Andishe Tejarat Soroush Sahand Co. (Private J.S)	7,476,583,060	3.74	5,183,517,374	3.70
Pouya Andishan Sarzamin Mad Co. (Private J.S)	6,968,459,140	3.48	4,871,763,966	3.48
Pushesh Tamin Atiyeh Construction Co. (Private J.S)	6,007,821,941	3.00	4,205,475,385	3.00
Pasargad Employees' Tamin Atiyeh Co. (Private J.S)	1,962,499,968	0.98	1,315,736,403	0.94
Pasargad Financial Group Housing Co. (Private J.S)	1,552,343,488	0.78	1,090,959,632	0.08
Other Legal Shareholders	55,958,207,923	27.98	39,554,667,783	29
Individuals	6,124,682,890	3.07	4,841,611,089	3.46
	200,000,000,000	100	140,000,000,000	100

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

24.1. Reconciliation of the number of shares at the beginning and end of the year

During the reporting year, the capital of the Company which was IRR140,000,000 million increased to IRR200,000,000 million a (%42 of growth) paid for from cash contributions and matured claims of shareholders and it was registered on Dec.2023 ,12.

	2023-24	2022-23
	No. of Shares	No. of Shares
Balance at the beginning of the year	140,000,000,000	60,000,000,000
Capital increase from cash receipts and receivables (the first level of the previous year)	60,000,000,000	80,000,000,000
Balance at the end of the year	200,000,000,000	140,000,000,000

25. Legal Reserve

Under the provisions of Articles 140 and 238 of the 1968 Amendment to the Commercial Code and Article 33 of the company's Articles of Association, a total amount of 16,060,233 million IRR (9,097,370 million IRR for the parent company) from the distributable profit of the current year and previous years has been transferred to the legal reserve. According to the aforementioned provisions, it is mandatory to transfer one-twentieth of the net profit each year to the legal reserve until the balance reaches 10 percent of the company's capital. The legal reserve cannot be converted into capital and it can be distributed among the shareholders only in the event of the company's liquidation.

26. Difference in Currency Exchange of Foreign Operations

	2023-24 Million Rials			2022-23 Million Rials		
	Balance at the beginning of year	Increase during the year	Balance at the end of year	Balance at the beginning of year	Increase during the year	Balance at the end of year
Foreign operations in Germany	1,605,676	1,247,852	2,853,528	1,386,890	218,786	1,605,676
Foreign operations in China	362,652	266,293	628,945	352,626	10,026	362,652
	1,968,328	1,514,145	3,482,473	1,739,516	228,812	1,968,328

26.1. Foreign operation in Germany is related to Jahani mining company (subsidiary) and in China related to WMY company (subsidiary).

27. Non-controlling Interests

	2023-24 Million IRR	2022-23 Million IRR
Capital	308,269	128,891
Legal Reserve	30,321	12,901
Retained Earnings	376,835	270,930
	715,426	412,722

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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28. Trade and Other payables

28.1. Group's short-term payables  
(Restated)

	Note	2023-24 Million IRR	2022-23 Million IRR
Trade:			
Notes Payable to Other Parties		14,203,138	1,330,277
Accounts Payable to Other Parties	28-1-1	114,655,334	58,858,534
		<u>128,858,472</u>	<u>60,188,811</u>
Other Payables:			
Notes Payable		1,444,301	1,101,591
Contractors' insurance deposit		12,139,154	7,158,928
Deposits for Good Performance Guarantee		15,877,527	10,343,283
Expenses Payable		24,097	109,286
Withholding Tax Payable		912,255	1,065,971
Others	28-1-2	73,606,933	39,373,265
		<u>104,004,267</u>	<u>59,152,324</u>
		<u>232,862,739</u>	<u>119,341,135</u>

28.2. The Parent Company's short-term payables

	Note	2023-24 Million IRR	2022-23 Million IRR
Trade:			
Accounts Payable to Group Companies	28-1-1	14,395,797	14,113,575
Other Payables:			
Insurance Premiums Payable		191,934	252,739
National Tax Administration		9,026	14,557
Deposits for Good Performance Guarantee		258,652	143,308
Others	28-1-2	151,556	216,470
		<u>15,006,965</u>	<u>14,740,649</u>

28.3. Group's long-term payables

	2023-24 Million IRR	2022-23 Million IRR
Deposits for Good Performance Guarantee	479,076	0
Qarzolhasaneh Mehr Iran Bank	448,072	583,836
	<u>927,148</u>	<u>583,836</u>



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28.3.1. The items that make up trade accounts payable are as follows:

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Pasargad Bank -Related Parties	894,762	433,035	-	-
Omran Kaloot Jonob stone mining	5,016,838	8,422,490	-	-
Clients	1,794,700	1,391,237	-	-
IMIDRO	18,848,090	2,735,862	-	-
Golgohar Sirjan Industrial & Mining Co.	474,906	1,249,877	-	-
Sirjan Gohar Kav Gam Mining Co.	11,830,475	5,536,566	-	-
Alshams Aldhabia General Trading LLC	10,300,392	5,628,329	-	-
SDM Co.	3,185,049	2,298,577	-	-
Parvan Tejarat Toos Mandan Mishdavan Co.	847,764	1,899,875	-	-
Kerman Electricity Authority	1,486,143	0	-	-
Bahar Tejarat Partak Co.	0	482,645	-	-
Sa'adat Tarabar Transportation Co.	532,057	247,713	-	-
Suspended Purchases (mainly for the purchase of parts for IBCCO)	362,222	757,956	-	-
Fara Tarh industrial mining Co.	1,931,311	-	-	-
Negin Hadid Asia Co.	531,412	2,047,926	-	-
Kerman Gas Authority	1,522,001	-	-	-
Mircle Hub General Trading LLC	20,252,757	-	-	-
Payable Deposits for Good Performance Guarantee	2,517,821	1,973,044	-	-
Contractors' insurance deposit	1,051,461	850,190	-	-
Kome Madan Pars Co.	1,092,968	187,792	-	-
Transportation Contractors	2,669,812	0	-	-
Kerman Water and Wastewater Company	1,554,413	0	-	-
BISCO - Related Parties	0	-	7,576,825	-
MIEPCO - Related Parties	-	-	2,758,981	2,869,334
IBCCO - Related Parties	-	-	2,411,811	5,745,727
MEMRADCO	-	-	1,005,500	4,281,769
FESICO - Related Parties	-	-	275,776	294,525
Pasargad IT & ICT Co. Related Parties	-	-	17,890	12,840
Pasargad IT & ICT infrastructure Co. - Related Parties	168,760	700,851	168,760	700,851
Jahani Mining Co. - Related Parties	-	-	57,385	56,898
Pabdana Coal Processing Co. - Related Parties	-	-	14,459	85,048
Others	25,789,220	22,014,569	108,410	66,583
	114,655,334	58,858,534	14,395,797	14,113,575

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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28.3.2. The items that make up other payable accounts are as follows:

(Restated)

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Pasargad Insurance Co. Related Parties		315,514	804,342	-	-
VAT	28-1-2-1	6,715,809	-	-	-
Danieli Company		23,420,141	-	-	-
MIDHCO Employees' Tamin Atiyeh Co. - Related Parties		71,680	101,946	-	-
Personnel		4,189,768	1,581,843	-	-
Regional Power Company		2,011,148	3,566,252	-	-
Unused Preferential Right		143,221	125,565	143,221	125,565
Kerman Gas Company		-	706,961	-	-
Tam Iran Khodro Co.		-	381,214	-	-
Others		36,739,652	32,105,142	8,335	90,905
		<u>73,606,933</u>	<u>39,373,265</u>	<u>151,556</u>	<u>216,470</u>

28.3.2.1. Taxes and value added taxes of the previous years of the ZISCO, BISCO, ISTCO, SISCO, MANASAZ ABYEK, MEMSECO and as well as the insurance premium of ZISCO have not been investigated or determined.

29. Laons

	Note	2023-24 Million IRR			2022-23 Million IRR		
		Current	Long-term	Total	Current	Long-term	Total
Group:							
Received Loans	29-1	377,879,558	920,360,398	1,298,239,956	284,304,521	668,519,794	952,824,315

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
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29.1. Based on financiers:

29.1.1. The received loans according to different bases are as follows:

Note	Group					
	2023-24			2022-23		
	IRR Million IRR	2022-23 Million IRR	2023-24 Million IRR			2022-23 Million IRR
Pasargad Bank - Related Parties	1,788,305,764	279,287,432	2,067,593,196	1,217,159,760	190,189,671	1,407,349,431
Bank of Industry & Mine	24,180	18,407,337	18,431,517	116,868,00	10,903,314	11,020,182
Saman Bank			-	-	-	-
Pasargad Insurance -Related Parties	2,118,128		2,118,125	2,418,125	-	2,418,125
Bank Saderat Iran	62,135		62,135	96,318	-	96,318
National Development Fund 29-5		7,138,020	7,138,020	-	1,577,103	1,577,103
Other Banks	4,150,248		4,150,248	0	-	-
	1,794,660,452	304,832,789	2,099,493,241	1,219,791,071	202,670,088	1,422,461,159
Future Years' Interest & Commission	(801,244,285)	-	(801,244,285)	(469,627,844)	-	(469,627,844)
Frozen Deposits	(9,000)	-	(9,000)	(9,000)	-	(9,000)
	993,407,167	304,832,789	1,298,239,956	750,154,227	202,670,088	952,824,315
Long-term Portion	(920,360,398)		(920,360,398)	(668,519,794)		(668,519,794)
Current Portion	73,046,769	304,832,789	377,879,558	81,634,433	202,670,088	284,304,521

29.2. Based on interest rate and commissions

	Group	
	2023-24 Million IRR	2022-23 Million IRR
More than 25%	148,799,509	-
10% to 25%	848,099,563	777,719,181
1% to 10%	301,340,884	175,105,134
	1,298,239,956	952,824,315

29.3. Based on payment schedule

	Group	
	2023-24 Million IRR	2022-23 Million IRR
2022	0	284,304,521
After 2022	0	668,519,794
2023	378,915,319	0
After 2023	919,324,637	0
	1,298,239,956	952,824,315

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29.4. Based on collateral type

	Group	
	2023-24 Million IRR	2022-23 Million IRR
Land, Building, Machineries & Collateral	266,864,176	268,393,820
Cheques & Promissory Notes	1,028,576,291	465,217,770
MIDHCO Shares	2,799,489	219,212,725
	<u>1,298,239,956</u>	<u>952,824,315</u>



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- 29.5. The terms and rates for the settlement of foreign currency facilities obtained from the National Development Fund, through the Industrial and Mining Bank by two subsidiary companies of the group, in accordance with the requirements of Article 20 of the Law on Removing Barriers to Competitive Production and Improving the Financial System of the Country, are as follows:

The remaining balance of the foreign currency facilities (loans) from the National Development Fund for BISCO Company amounts to 32,072,661\$) 39,589,723\$ for the principal and 7,517,062\$ for the interest) related to the steelmaking project. In the financial year under review, an amount of 28,830,549\$ for the principal, equivalent to IRR 10,910,177 million, was converted at the SANA exchange rate of IRR 390,468 at the financial statement date, with a portion applied to the cost of tangible fixed assets as noted in Note 12. Additionally, an amount of CNY 2,038,268,367, equivalent to IRR 111,593,155 million, remains as the balance of the National Development Fund facility for the steelmaking project. This was converted during the reporting period at the SANA exchange rate of IRR 54,749 at the financial statement date and applied to the letter of credit for the steelmaking and power plant projects. Memradco's foreign currency loans from the National Development Fund pertain to letters of credit for machinery at the Tabas Coal Processing Plant. According to the agreement with the agent bank (Pasargad), the repayment of installments is scheduled over 12 installments, with the first installment due on July 2020 ,26 and the last on January 2026 ,25. The remaining foreign currency loan amounts to 4,197,969\$, which, as of the financial statement date, has been revalued at the available exchange rate. The difference between this revalued amount and the book balance, amounting to 325,717 million IRR, has been recorded as a loss due to the revaluation of non-operational foreign currency assets and liabilities and added to the fixed asset costs of the coal washing plant equipment. Pabdana Coal Processing Company has received facilities from Bank of Industry and Mine in the amount of 6,058,330 euros. Until previous years four installments' payments totaling 1,918,473 euros have been made. In the current year, the remaining debt of the aforementioned facilities, considering the prevailing conditions of the country's current situation, delays in legal proceedings, the increasing trend of the euro rate, and for the purpose of overcoming operational obstacles and exiting the commercial debtors' chapter, has utilized the benefits stipulated by the Government's Economic Coordination Headquarters resolution (facilities part D clause 6 of the 2009 budget law), reducing the interest rate from %7 to %4, and forgiveness of penalties, initiating a supplementary agreement with a sum of 3,937,600 euros under document number 90382 dated October 2023 ,24, and so far approximately three installments have been paid based on the ETS exchange rate equivalent to 816,841 euros. Bank of Industry and Mine has conditioned the final settlement of facilities and the release of mortgage documents upon obtaining approval from the Central Bank (clause 8 of the supplementary agreement). The definitive determination of these facilities is subject to a decision from the Central Bank. IBCCO Company has received foreign currency facilities and participation profits according to the partnership agreement concluded with Pasargad Bank for utilizing resources from the National Development Fund amounting to 10,110,080 dollars. The foreign currency debt to the National Development Fund for obtaining facilities for the cathode copper project at a rate of 375,399 rials (the rate listed in the Central Bank system) amounts to 9,823,128 dollars as of the financial statement approval date. Eight installments of this debt have been paid by the financial statement approval date, with the remainder to be paid in a single installment. FESICO Company has previously obtained foreign currency facilities (loans) totaling 7 million euros from the National Development Fund, through the Bank of Industry and Mine as the intermediary. As of the financial statement date, the remaining debt related to the principal, interest, and penalties of these facilities (amounting to 217,000 euros in total) has been revalued and reflected in the accounts. In light of the negotiations between the company's management and the debt recovery management of the Bank of Industry and Mine, the full settlement process is currently underway. SISCO Company's remaining foreign currency facilities pertain to loans received from the National Development Fund for the Bardsir steelmaking project, amounting to 42,881,126\$. Additionally, foreign currency bank facilities are classified as monetary items and have been revalued at the NIMA system exchange rate for foreign currency transactions as of the financial statement date. The foreign exchange revaluation gain (loss) of 3,875,786 million rials has been applied to the cost of tangible fixed assets. Furthermore, a Murabaha foreign currency loan for the partial repayment of the sixth installment of the National Development Fund, amounting to 13,204,143\$, and an installment sales foreign currency loan for the company's ongoing projects, amounting to 32,993,922 dirhams, are also included. ZISCO Company previously obtained foreign currency facilities from the Bank of Industry and Mine in the form of Industrial Development Plan loans, with an interest rate of %7 and a maturity of 33 months, totaling 20 million euros (to finance the coke production project's letter of credit). To date, an amount of 3,942,780 euros has been paid on account. The remaining debt, comprising the principal and interest of these facilities (totaling 31,798,874 euros), was revalued at the NIMA accessible exchange rate as of the financial statement date and reflected in the fixed assets account for coke machinery. Management is actively pursuing an agreement with the bank regarding the settlement of these facilities

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along with the penalties demanded by the Bank of Industry and Mine. Given the impact of economic conditions and currency fluctuations, the precise settlement method will depend on the results of the negotiations between the company and the bank and the decisions made by the relevant authorities. Management believes that there will be no significant financial impact on the company in this regard.

30. Provision for Employees' Work Termination Benefits

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Balance at the Beginning of Year	1,502,216	858,833	60,380	34,763
Paid during Year	(893,850)	(440,335)	(21,538)	(12,714)
Exchange Difference		0	-	-
Provision	1,859,977	1,083,718	50,179	38,331
Balance at the End of Year	2,468,343	1,502,216	89,021	60,380

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31. Tax Payable

	Note	2022-23			2021-22		
		Provision Million IRR	Notes Payable Million IRR	Total Million IRR	Provision Million IRR	Notes Payable Million IRR	Total Million IRR
Group	31-1	6,517,120	-	6,517,120	3,771,842	-	3,771,842
Parent Company	31-2		-	-	-	-	-
		6,517,120	0	6,517,120	3,771,842	0	3,771,842

31.1. Turnover of the Group's tax account payable

	2023-24 Million IRR	2022-23 Million IRR (re-stated)
Balance at the Beginning of Year	3,771,842	2,344,919
Year performance tax reserve	5,525,160	3,102,716
Adjustment of Tax Provision of the Previous Years	0	821
Paid during Year	(2,779,882)	(1,675,881)
	6,517,120	3,772,575
Tax Prepayments (Note 19)	0	(733)
	6,517,120	3,771,842

31.1.1. ZISCO, SISCO and BISCO enjoy exemptions stated in Article 132 of the Direct Taxation Law.

31.1.2. The performance tax of the subsidiary companies (MESCO, SISCO and BISCO) has not been addressed or specified.

31.2. A summary of the Company's tax payable is as follows:

Fiscal Year	2023-24 Million IRR							2021-22 Million IRR	Recognition Method
	Tax								
	Declared Profit (Loss)	Declared Taxable Income	Declare Recognized	Final	Paid	Balance Payable	Balance Payable		
2018-19	7,059,601	-	-	63	63	63	-	-	Book Assessment
2019-20	10,762,447	-	-	-	-	-	-	-	Book Assessment
2020-21	17,369,639	-	-	295	295	295	-	-	Book Assessment
2021-22	41,145,909	-	-	355	355	355	-	-	Book Assessment
2022-23	47,121,077	-	-	53,907	53,907	53,907	-	-	Book Assessment
2023-24	41,591,393	-	-	-	-	-	-	-	Not Assessed
							0	0	

31.2.1. Corporation tax of the Company has been finalized and settled for the years prior to 2021.

31.2.2. Considering the type of income of the parent company (dividend), the company does not have significant taxable income.

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32. Dividend Payable

	2023-24 Million IRR	2022-23 Million IRR
Parent Company:		
Years Prior to 2021	17,177	17,177
2021	217	217
2022	5,449	0
	22,843	17,394
Group:		
Minority Interest		185
	22,843	17,579

32.1. Balance of dividends is due to those shareholders who have not disclosed their bank account number to the Company (so that the Company can deposit their dividends in their bank account) and have not visited the Codal website ([www.codal.ir](http://www.codal.ir)) in order to receive their dividends.

33. Provisions

	Note	Group		Parent Company	
		2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
IMIDRO's Portion	33-1	0	2,867,861	-	-
Provision for Expenses		742,040	1,406,257	-	-
Provision for Contracts Insurance	33-2	4,722,302	2,108,653	-	-
Provision for Bonus		2,664,907	1,680,664	28,822	20,346
Invoices of Finished Works		3,492,036	183,340	-	-
Audit		7,589	3,543	-	-
Others		3,327,853	1,241,949	-	-
		14,956,727	9,492,267	28,822	20,346

33.1. IMIDRO's portion is due to the %35 reserve of the Mines Renovation Organization in SISCO.

33.2. The above amount is mainly due to the invoices of contractors and purchasing invoices at Jahani Mining Company, whose documents were being reviewed by the date of preparation of this report and after being approved, the mentioned account shall be adjusted.



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34. Advances Received

	Group	
	2023-24 Million IRR	2022-23 Million IRR
Mehr Afarinan Donyaye Farda Co.	-	1,815,341
Zafar Banab Steel Complex	1,664,643	1,147,747
Billet & Pellet Exports (Mainly Exporting SISCO Company's Products)	3,530,151	2,584,920
Khalij Fars Poolad Saghf Cooperative	-	409,123
Dana Tourism & Trade Co.	-	522,239
Moein Steel Making Hemayat	366,288	962,805
Gohar-Mes Industries and Mines Development Co.	360,089	407,355
Ariya Jonoob Steel Complex	-	433
Bafgh Iron & Steel Complex	731,557	-
Zagros Steel Saba Company	501,612	-
Others	12,198,409	7,317,197
	19,352,749	15,167,160

35. Correcting Errors & Reclassify

35.1. To provide an accurate representation of the financial position and operating results, all comparative information in the financial statements has been revised and restated. Consequently, some comparative items may not align with the financial statements presented in the previous fiscal year.

35.1.1. Restatement and Reissuance of the Group's Financial Statements as of March 2023, 20.

	Statement of Financial Position, March 20, 2023	Reclassification	(Restated) March 20, 2023
Statement of Financial Position			
Prepayments	49,163,900	6,636,092	55,799,992
Fixed Tangible Assets	934,319,145	(6,636,092)	927,683,053
Trade and Other Receivables	51,163,809	221,876	51,385,685
Other Assets	2,323,979	(221,876)	2,102,103
Provisions	11,723,307	(2,231,040)	9,492,267
Trade and Other Payables	117,110,095	2,231,040	119,341,135

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36. Cash from Operations

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Net Profit	43,267,765	42,428,904	41,982,193	47,121,077
Adjustments:				
Income tax expense	5,525,160	3,102,716		
Financing Costs	110,444,172	57,417,434	0	23,472
Profit (Loss) from Sales of Tangible Fixed Assets	(163,343)	7,179	-	-
Profit from non-current assets held for sale	(3,166,998)	-	0	0
Net Increase in Provision for Work Termination Benefits	966,127	643,383	28,641	25,617
Non-current Assets Depreciation	22,599,910	19,098,666	11,071	8,219
Dividend	0	(671)	0	-
Deposit Interest	(677,179)	(615,768)	(143,092)	(213,466)
Profit (Loss) from exchange difference of foreign currency	(218,701)	13,036	0	0
Other Adjustments	70,097	(474,883)	0	(20)
Total Adjustments	178,647,010	121,619,996	41,878,813	46,964,899
Changes in working capital				
Operational Receivables (Increase)	(11,849,806)	(32,736,571)	(46,585,958)	(57,157,644)
Inventory of Goods & Materials (Increase)	(192,518,026)	(48,052,608)	-	-
Operational Prepayments Decrease (Increase)	(10,902,020)	(26,216,459)	1,169	(797)
Operational Payables Increase	113,864,919	27,455,199	153,578	8,157,568
Operational advance receives Increase	4,185,589	3,944,060	-	-
Provisions Increase (Decrease)	5,464,460	(384,153)	8,476	(111,184)
Other Assets (Increase)	(2,569,779)	(199,198)	(12)	(5,893)
Cash from Operations (used)	84,322,347	45,430,266	(4,543,934)	(2,153,051)

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**37. Non-cash Transactions**

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Capital Increase from Shareholders' Matured Claims	94,453,686	97,647,284	41,553,086	40,196,684
Additions to assets under completion from financial expenses related to financial facilities and financing.	31,906,028	144,708,183	-	-
Other	486,437	4,009,300	-	819,931
	126,846,151	246,364,767	41,553,086	41,016,615

**38. Capital Management and Group Risks**

**38.1. Capital Management**

The Company manages its capital to ensure that it can continue its activities while maximizing returns for its beneficiaries via optimizing the balance of liabilities and capital. The Company's capital structure includes net liabilities and equities. The general strategy of the company has remained unchanged since the previous years, and the company does not have any requirements for capital acquired from abroad.

**38.1.1. Leverage ratio**

	Group		Parent Company	
	2023-24 Million IRR	2022-23 Million IRR	2023-24 Million IRR	2022-23 Million IRR
Total Liabilities	1,575,347,625	1,102,700,350	15,147,651	14,838,769
Cash	(25,160,746)	(10,237,145)	(1,592,718)	(2,549,051)
Net Liabilities	1,550,186,879	1,092,463,205	13,554,933	12,289,718
Equity	259,059,852	196,337,921	253,637,204	193,655,011
Net Liability to Equity Ratio (%)	5.98	5.56	0.05	0.06

**38.2. Objectives of financial risk management**

The Company's Risk Management Committee offers services to coordinate access to domestic and foreign financial markets and to monitor and manage financial risks concerning the Company's operations, through internal risk reports which analyze and categorize the scale of vulnerability based on degree and measure. These risks include market (including exchange rate or foreign currency risk and other risks of prices), credit, and liquidity risks. The Company's Risk Management Committee which supervises risks and taken policies to reduce vulnerabilities arising from risks provide the Board of Directors with quarterly reports.

**38.3. Market Risk**

Due to the nature of its operations, the Company is exposed to the risk of foreign currency exchange rate fluctuations. The Company takes the following measures to manage vulnerabilities arising from exchange rate or foreign currency risk:

Market risk is measured following analyzing sensitivity, by which, we mean assessment of rational and possible changes in the foreign exchange rates during the course of the year. Long-term assessment of sensitivity complements value at risk which ultimately helps the Company analyses its exposure to market risks. Since the selling rates of steel products are based on international markets, the Company's exposure to market risk and means of measuring and managing this risk have remained unchanged.

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- 38.4. Foreign currency risk management  
Since some of the Company's transactions are in foreign currency, it becomes exposed to exchange rate or foreign currency risk. Vulnerability from exchange rate or foreign currency risk fluctuations is managed via sale (international rate) Carrying amount of foreign currency monetary assets and liabilities are stated in note 39.
- 38.5. Credit risk Management  
Credit risk represents financial loss on the Corporation as a result of a party failing to fulfil his/her contractual commitments. In order reduce its credit risk which results from the inability of customers to fulfill their obligations, the Company has adopted a policy, whereby it only deals with credible counterparts and in some cases, it obtains adequate collateral so that the credit risk arising from customers' inability to fulfil their commitments are minimized. The Company only deals with those companies which have a high credit rating. The Company uses general financial information and its own transaction records to rate its major customers. The Company's vulnerability and credit rating of its counterparts are continuously monitored and the total value of transactions with approved counterparts are developed. Credit vulnerability is assessed, approved and controlled via the Risk Management Committee through limitations of counterparty, on an annual basis. Trade receivables include a large number of customers engaged in a wide variety of activities and located in different geographical proximities. Constant credit assessment is conducted on the basis of financial position of accounts receivable. In addition, the Company does not take any collateral, nor does it apply any methods to raise credit for the purpose of covering credit risk of its financial assets.
- 38.6. Liquidity risk management  
The Board of Directors are responsible for liquidity risk. The Board of Directors have adopted a framework suitable for short-term and long-term management of raising cash and liquidity management requirements. The company manages liquidity risk by maintaining sufficient cash and bank facilities and continuously monitoring the matching of the maturity profiles of financial assets and liabilities.

2023-24	Upon request	Less than 3 months	From 3 to 12 months	From 1 to 5 years	Total
Payables and other payables	1,746,470	2,910,785	228,205,484	927,148	233,789,887
Loans	0	0	377,879,558	920,360,398	1,298,239,956
Payable tax	0	0	6,517,120	0	6,517,120
Provisions	0	0	14,956,727	0	14,956,727
	1,746,470	2,910,785	627,558,889	921,287,546	1,553,503,690

- 38.7. Risk of other rates  
The company is exposed to equity securities price risks due to investments in equity securities. Some investments in equity securities are held in the company for strategic purposes. The company does not actively trade these investments. The company also holds other investments in equity securities for exchange purposes.



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39. Foreign Currency Position  
(Group)

		2022-23																			
		USD	EUR	AUD	AED	TRY	QAR	IQD	CNY	OMR	AMD	KZT									
Foreign Currency Assets:																					
Cash		191,440	4,756,188	-	3,214,223	500	582	34,867,815	6,978,776	128	20	531									
Receivable Accounts & Notes		31,462,783	10,198,159	-	54,708,963				39,646,951			2,050									
		0	0	-	0	-	-	-	-	-	-	-									
foreign currency liabilities:																					
accounts and notes payable		2,998,015	37,623,169	-	324,296,722	-	-	11,067,200	497,421,715	-	-	-									
Loans		154,176,942	67,747,191	-	97,725,981	-	-	-	3,771,018,254	-	-	-									
Net Asset (Liability) on March 19, 2024		188,829,180	120,324,707	0	479,945,889	500	582	45,935,015	4,315,065,696	128	20	2,581									
Rial equivalent - million rials March 19, 2024		81,349,877	56,462,369	0	56,301,492	7	7	1,510,251	258,360,243	17	0	2									
net assets (liabilities) March 20, 2023		167,822,018	109,298,588	820	199,714,674	423	582	75,444,462	3,518,127,119	128	530,360	1,300									
Rial equivalent - million rials March 20, 2023		66,857,271	46,647,544	264	21,664,449	9	7	2,059,181	203,481,436	17	72,66	0.78									

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Parent Company:

	2022-23		
	USD	EUR	AUD
Cash	494	2341	0
Total Monetary Foreign Currency Assets on March 19, 2024	494	2,341	0
IRR Equivalent-Million IRR on March 19, 2024	213	1,099	1,025
Net Monetary Foreign Currency Assets (Liabilities) on March 20, 2023	15,019	2,014	820
IRR Equivalent of Net Monetary Foreign Currency Assets (Liabilities) on March 20, 2023 Million IRR	7,088	1,033	264

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**40. Transactions with related parties**

40.1. Group' transactions with related parties, (With the exception of companies subject to consolidation) (million IRR).

Company	Related Party	Type of Association	Loans Re-ceived-IRR	Loans Payables	Goods & Services Purchase	Goods & Services Sale	Supplying the future of personnel	cash receipt payment	facility interest	payment	Other Transactions	Collaterals	Cost bearing
	TAMIDHCO	The same Category Company			62,104					68,896			
Middle East Meyer Sana'at	Pasargad Support Services Company	The same Category Company			69,706					78,374			
Middle East Industry Efficient Productive Co.	Pasargad Bank	Final Main	254,741,150	254,741,150									
MESCO	TAMIDHCO	The same Category Company			2,684								
	TAMIDHCO	The same Category Company				2,339							
WMY	Gohar Mes Industry Development Co.	Member of the joint board of directors				42,953							
	TAMIDHCO	The same Category Company			1,216								
Jahani Mining Co.	Atiyeh Omid Iranian Management Development	The same Category Company			2,234								
	Gohar Mes Industry Development Co.	The same Category Company				5,192,560			188,748				5,192,560
Manasaz (Abyek)	TAMIDHCO	The same Category Company											
MANA	Pasargad Bank	Final Main										15,732,524	

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Company	Related Party	Type of Association	Loans Re-ceived-IRR	Loans Payables	Goods & Services Purchase	Goods & Services Sale	Supplying the future of personnel	cash receipt payment	facility interest	payment	Other Transactions	Collaterals	Cost bearing
	Pasargad Insurance	The same Category Company			68,536					68,896			
	Pasargad Bank	The same Category Company	2,136,294	1,415,534						78,374			
Ferro Silicon Gharb Pars	Atiyeh Omid Iranian Management Development	The same Category Company			5,940								
	Middle East Shining Sun Brokerage Co.	The same Category Company			354								
	TAMIDHCO	The same Category Company											
	TAMIDHCO	The same Category Company				2,125							
	Arzesh Afarin Mining Industries	The same Category Company			1,737	20,502							
Fartak Iranian Research & Innovation	Arian Asset Management	The same Category Company			3,620								
	Atiyeh Omid Iranian Management Development	The same Category Company		25,397					188,748				5,192,560
	Pasargad Aryan Support Services	The same Category Company		7,641									
Iranian Samangan Transportation	Arzesh Afarin Mining Industries	The same Category Company			80,683							15,732,524	



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Company	Related Party	Type of Association	Loans Received-IRR	Loans Payables	Goods & Services Purchase	Goods & Services Sale	Supplying the future of personnel	cash receipt payment	facility interest	payment	Other Transactions	Collaterals	Cost bearing
	Pasargad Insurance	The same Category Company			183,549								
	Gohar Mes Industry Development Co.	The same Category Company								5,180,000			
	National Iranian Copper Industries Company	The same Category Company			8,517,944								
Iranian Babak Copper	Kourmeh Mining Company	The same Category Company			12,298,766	7,293,750							
	Eurasia metas and mining Co.	The same Category Company						57,665					
	Alvand mining & mineral industries	The same Category Company						31,881					
	Atiyeh Omid Iranian Management Development	The same Category Company			6,234								
	Pasargad Bank	The same Category Company	386,929,204	342,989,706	1,439,600								
	Middle East Shining Sun Brokerage Co.	The same Category Company			132,006								
Butia Iranian Steel	Arzesh Afarin Mining Industries	The same Category Company		7,641	172,005								
	Pasargad Insurance	The same Category Company			446,279								

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40.2. Final balance of the Group's related parties (Amounts in million IRR).

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Pasargad Bank	Main & Final Entity				149,523,672				149,523,672	0	0	106,818,552
	Pasargad Insurance	The Same Category Company							181,040	181,040	0	0	
	Arzesh Alairin Mining Industries Co.	The Same Category Company		31,981							0	31,981	
	TAMIDHCO	The Same Category Company		57,603							0	57,603	23,393
	Arzesh Alairin Mining Industries Co.	The Same Category Company	16,290	1,064	526					16,290	1,590	0	0
	Ayran Asset Management Company	The Same Category Company	965							965	0	0	
	Aiyeh Omid Iranian Management Development	The Same Category Company		312						0	312		
	Pasargad Aiyen Support Services	The Same Category Company		1,366						0	1,366		
	TAMIDHCO	The Same Category Company		2,012						4,840	2,012	0	0

Fartak Iranian Research & Innovation

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
											Pasargad Insurance	The Same Category Company	
MEMRADCO	Peysazan Zarrin Pasargad	The Same Category Company	7							7	0	7,007	0
	Pasargad Bank	The Same Category Company	36,393	4,176		28,660,065				28,696,458	4,176	0	20,468,552
	TAMIDHCO	The Same Category Company		4,589						0	4,589	0	0
Pabdana Coal Preparation	Madanjoo	Shareholder							164,769	164,769	0	0	0
	Kerman Coal Industry Investment	Shareholder		464,193						0	464,193	0	0

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Pasargad Insurance	The Same Category Company	6,389							0	6,389	0	0
	GoharMes Industries Development Co.	The Same Category Company	5,202,526							5,202,526	0		
	Kouneh Mining Company	The Same Category Company		1,092,968						0	1,092,968		
	National Iranian Copper Industries Company	The Same Category Company		104,457					126,827	126,827	104,457	0	0
Iranian Babak Copper	Eurasia metas and mining Co.	The Same Category Company	60,303							60,303	0		
	Alvand mining & mineral Co.	The Same Category Company	45,746							45,746	0		
	TAMIDHCO	The Same Category Company		47,993						0	47,993	0	0
	Atiyeh Omid Iranian Management Development	The Same Category Company		267						0	267	0	0
	Nasim Salamat	The Same Category Company	74,872		32,690					74,872	32,690	105,702	0
MANA	Pasargad Bank	The Same Category Company				2,691,508				0	2,691,508	0	3,409,243



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	TAMIDHCO	The Same Category Company								0	0	7,919	0
Fartak Iranian	Arzesh Afarinan Mining Industries	The Same Category Company								0	0	7,672	4,489
	Atiyeh Omid Iranian Management Development	The Same Category Company								0	0	0	603
	Pasargad Anyan Support Services	The Same Category Company								0	0	0	603
Butia Iranian Steel	Middle East Shining Sun Brokerage	The Same Category Company	122,432	185,288					108,718				
	Arzesh Afarinan Mining Industries Co.	The Same Category Company		32,430									
	Pasargad Bank	The Same Category Company				460,016,802							
	TAMIDHCO	The Same Category Company		17,275						0	17,275	0	8,520

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Pasargad Bank	The Same Category Company				62,827,231		23,299,418		86,126,649	0	0	77,274,866
	Kerman Parand Mine Golfam Kerman Co.	The Same Category Company	59,932							59,932	0	58,353	0
	Middle East Shining Sun Brokerage	The Same Category Company		3,349					1,000	1,000	3,349	1,000	0
	Future Insurance Brokerage of the Middle East	The Same Category Company								0	0	0	945
Iranian Sirijan Steel	TAMIDHCO	The Same Category Company		45,958						0	45,958	0	75,506
	Omid Atiyeh Iranian Management Development	The Same Category Company		530					2,602	2,602	530	1,359	280
	Pasargad Insurance	The Same Category Company		78,142						0	78,142	0	124,693
	IMIDRO	The Same Category Company								0	0	0	3,389,653

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Arzesh Afarinan Mining Industries Co.	The Same Category Company		316,478					107,413	107,413	316,478		
Iranian Sirjan Steel	Gohar Pooyesh Gam Mining Co.	The Same Category Company		11,830,475						0	11,830,475	0	5,286,566
	IMIDRO	The Same Category Company		25,848,090					8,208,123	8,208,123	25,848,090	0	0
Iranian Samangan Transportation	TAMIDHCO	The Same Category Company	36,809							36,809	0	0	0
	TAMIDHCO	The Same Category Company		6,294						0	6,294	0	8,234
Middle East Meyer Sanat	Pasargad Support Services Company	The Same Category Company								0	0	0	0

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Middle East Shining Sun Brokerage	The Same Category Company	76							76	0	196	120
	Arzesh Afarin Mining Industries Co	The Same Category Company		1,067						0	1,067		
Middle East Shining Sun Commercial	Omid Atiyeh Iranian Management Development	The Same Category Company		1,589						0	1,589	308	490
	TAMIDHCO	The Same Category Company	373,034	4,545						373,034	4,545	387,539	1,215
Jahani Mining	GoharMes Mining & Industries Development .Co	The Same Category Company	1,454,656							1,454,565	0	0	0
	TAMIDHCO	The Same Category Company	4,327							4,327	0	8,342	2,073



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
	Pasargad Bank	The Same Category Company		173,000			431,700,276			0	431,873,276	0	0
	Arzesh Afarin Mining & Mining .Industries Co	The Same Category Company		229,217					70,762				
	TAMIDHCO	The Same Category Company		287,874						0	287,874	0	0
	Pasargad Ayyan IT & ICT Infrastructure	The Same Category Company		83,826						0	83,826	0	0
Zarand Iranian Steel	Pasargad Currency Exchange and Services Company	The Same Category Company	1,774,949							1,774,949	0	0	0
	Atiyeh Iranian Management Development	The Same Category Company		7,192					2,920	0	4,272	0	0
	Middle East Shining Sun Brokerage	The Same Category Company		7,300						0	7,300	0	0
	Pasargad Insurance	The Same Category Company		1,262,512			2,118,125		30,000	0	3,350,637	0	0

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade & Non-trade Payables	Advance Receives	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
										Pasargad Insurance	The Same Category Company		17,484
Pasargad Bank	The Same Category Company		11,320			7,828,926				11,320	7,817,606	6,393	3,891,836
Pasargad Exchange	The Same Category Company		66,491							66,491	0	47,228	0
Omid Atiyeh Iranian Management Development	The Same Category Company			475					397	0	78	3,150	298
Ferro Silicon Gharb Pars	Middle East Shining Sun Brokerage	The Same Category Company		200						0	200	0	0
Arzesh Afariman Mining & Mining Industries Co	The Same Category Company			13,561						0	13,561		
Tam Iranianan Sustainable Investment Company	The Same Category Company		63,661							63,661	0		
TAMIDHCO	The Same Category Company									0	0	0	11,307
Manasaz Abyek	Pars Fararon Engineering	The Same Category Company	106							106	0	106	0

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Trade & Non-trade Receivables	Trade Payables	Advances	Loans Received- IRR	Loans Paid- IRR	Loans Received- Foreign Currency	Prepayments	March 19, 2024		March 20, 2023	
										Claim	Debt	Claim	Debt
WMY	GoharMes Mines and Industries Development .Co	The Same Category Company	94,844		118,419					0	23,575	3,514	65,263
MIDHCO	Pasargad Aryan IT & ICT	Member of the joint board of directors								0	0	0	154,669
	Pasargad Aryan IT & ICT Infrastructure	The Same Category Company		441,046						0	441,046	0	920,271
	Pasargad Aryan Supporting Services	The Same Category Company	11,070							11,070	0	13,756	0
	Pasargad Insurance	Member of the joint board of directors								0	0	0	0
	Pars Aryan Investment .Co	The Same Category Company	88							88	0	88	0
	Pasargad Bank	The Same Category Company	6,345							6,345	0	6,747	0
	TAMIDHCO	The Same Category Company	1,937							1,937	0	1,208	0
	Rahkar Hooshmand Amn	The Same Category Company		122,981						0	122,981		
	Iranian Modabaran Tejarat	The Same Category Company								0	0	29,626	0
	Total			9,525,929	42,850,916	151,109	695,027,770	444,338,835	23,299,418	9,004,571	276,410,813	486,754,970	719,627

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

40.3. Transactions made with the related parties to the Parent Company during the reported financial period. (Amounts in million IRR).

Company	Related Party	Type of Association	Subject to Article 129	Services Purchase	Financing of the Investee Company	Received Collaterals	Net Granted Collaterals and Returned
Pasargad Group's Companies	Pasargad Aryan IT & ICT	Pasargad Ultimate Group Companies-Member of the joint board of directors	*	65,945	0	0	0
	Pasargad Aryan IT & ICT Infrastructure	Pasargad Ultimate Group Companies	-	731,095	0	0	0
	Rahkar Hooshmand Amn Co	Pasargad Ultimate Group Companies	-	199,137	0	0	0
	Pasargad Aryan Support Services	Pasargad Ultimate Group Companies	-	74,106	0	2,339	0
	Middle EastMeyar Sanat Co.	Subsidiary- Member of the joint board of directors	*	58,967	150,000	0	0
	Farak Iranian Research & Innovation Co.	Subsidiary	-	249,347	0	0	0
	Zarand Iranian Steel Co.	Subsidiary- Member of the joint board of directors	*	0	5,293,976	0	234,133,280
	Iranian Babak Copper Co.	Subsidiary- Member of the joint board of directors	*	0	3,942,201	0	164,610,517
	Buta Iranian Steel Co.	Subsidiary- Member of the joint board of directors	*	0	4,896,236	0	771,487,600
	Sirjan Iranian Steel Co.	Subsidiary- Member of the joint board of directors	*	0	0	0	95,392,000
	Middle East Mines Renovation & Development Co.	Subsidiary- Member of the joint board of directors	*	0	0	0	23,162,400
	Middle East Shining Sun Commercial	Subsidiary- Member of the joint board of directors	*	0	0	0	0
	WIMY	Subsidiary- Member of the joint board of directors	*	0	0	0	0
Jahani Mining Co.	Subsidiary- Member of the joint board of directors	*	0	0	0	0	
IMICO	Subsidiary- Member of the joint board of directors	*	0	0	0	0	
Iranian Industrial Development & Renovation Construction (MANA)	Subsidiary	-	0	0	0	0	



**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Company	Related Party	Type of Association	Subject to Article 129	Services Purchase	Financing of the Investee Company	Received Collaterals	Net Granted Collaterals and Returned
	Ferro Silicon Gharb Pars Co.	Subsidiary	-	0	0	0	4,050,116
	Middle East Industry Efficient Productive	Subsidiary	-	0	0	0	22,199,800
MIDHCO Group Subsidiaries	Pabdana Coal Processing Co.	Subsidiary	-	0	0	0	0
	MANASAZ ABYEK	Subsidiary	-	0	0	0	0
	ISTCO	Subsidiary	-	0	0	0	0
Total				1,378,597	14,282,413	2,339	1,315,035,713

40.3.1. Transactions with related parties, except for the financing of investee companies and the guarantees granted, which have been carried out in line with the groups programs, have not significantly differed from the terms governing transactions with independent entities.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

40.4. Final balance of the Parent Company's related parties (Amounts in million IRR).

Description	Related Party	Capital Pre-payment	Trade Receivables	Other Receivables	Trade Payables	Other Payables	2023-24 NET		2022-23 NET	
							Claim	Debt	Claim	Debt
	Pasargad Bank	0	0	6,345	0	0	6,345	0	6,747	0
	.Pars Aryan Investment Co	0	0	88	0	0	88	0	88	0
	.Iranian Modabaran Tejarat Co	0	0	0	0	0	0	0	29,626	0
Pasargad Group	Pasargad Aryan IT & ICT	0	0	0	17,890	96,815	0	114,705	0	154,669
	Pasargad Aryan IT & ICT Infrastructure	0	0	0	168,760	272,286	0	441,046	0	920,271
	.Rahkar Hooshmand Amn Co	0	0	0	105,497	17,484	0	122,981	0	44,567
	Pasargad Aryan Supporting Services	0	0	11,070	0	0	11,070	0	13,756	0
	.Zarand Iranian Steel Co	0	5,228,443	0	0	0	5,228,443	0	5,271,933	0
	Iranian Industrial Development & (Renovation Construction (MANA	0	2,108,448	0	0	0	2,108,448	0	3,442,154	0
	.Middle East Shining Sun Commercial Co	0	135,918	0	0	0	135,918	0	131,448	0
	.Sirjan Iranian Steel Co	0	42,940,860	0	0	0	42,940,860	0	67,722,290	0
	.Iranian Samangan Transportation Co	0	20,512	0	0	0	20,512	0	2,231	0
	WMI	0	4,045	0	0	0	4,045	0	3,178	0
	IMICO	0	1,155	0	0	0	1,155	0	367	0
	.Middle East Industry Efficient Productive Co	0	0	0	2,758,981	0	0	2,758,981	2,869,334	0
MIDHCO Group	.Iranian Babak Copper Co	0	0	0	2,411,811	0	0	0	0	5,745,727
	Middle East Mines Renovation & Development Co	0	0	0	1,005,500	0	0	1,005,500	0	4,281,769
	.Jahani Mining Co	0	0	0	57,385	0	0	57,385	0	56,898
	.Ferro Silicon Gharb Pars Co	0	0	0	257,776	0	0	257,776	0	294,525
	.Pabdana Coal Processing Co	0	0	0	14,459	0	0	14,459	0	85,047
	.Middle East Meyyar Sanat Co	0	507,859	0	0	5,008	502,851	0	225,104	0

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the  
Financial Statements for the Year Ended March 19, 2024**

Description	Related Party	Capital Pre-payment	Trade Receivables	Other Receivables	Trade Payables	Other Payables	2023-24		2022-23	
							Claim	Debt	Claim	Debt
MIDHCO Group	.Fartak Iranian Research & Innovation Co Manasaz Abyek	0	5,594	0	0	21,691	0	16,097	15,522	0
Others	TAMIDHCO Arzesh Afarin Mining & Mining Industries	0	6,947	0	0	27	6,920	0	835	0
Total		0	50,959,781	19,440	14,374,884	413,311	50,968,592	12,365,755	84,649,378	11,584,241

40.5.1. No impairment has been recognized in relation to receivables from related parties in the reported financial year.

**Middle East Mines & Mining Industries Development  
Holding Company (Public Joint Stock) Notes to the Financial  
Statements for the Year Ended March 19, 2024**

41. Commitments and Contingent Liabilities and Contingent Assets

41.1. Capital commitments arising from concluded and approved contracts as of the balance sheet date are as follows:

	Group					
	2023-24			2022-23		
	Million IRR	EUR	Dollar	Million IRR	EUR	CNY
Parent Company:	1,388,734	-	-	1,664,184	-	-
Sirjan Iranian Steel	92,543,435	-	-	32,637,192	-	-
Zarand Iranian Steel	54,549,456	156,538,046	7,500,000	11,166,368	71,886,359	-
Iranian Babak Copper	890,888,570	0	-	2,607,555	5,609,587	-
Butia Iranian Steel	-	-	-	12,258,191	-	1,322,370,848
Ferro Silicon Gharb Pars	384,313	-	-	1,269,532	-	-
Middle East Meyar Sana'at	179,653	-	-	127,201	-	-
IMICO	-	-	-	410,010	-	-
	<u>1,039,934,161</u>	<u>156,538,046</u>	<u>7,500,000</u>	<u>62,140,233</u>	<u>77,495,946</u>	<u>1,322,370,848</u>

41.2. Contingent liabilities as of the financial statement date:

41.2.1. Except for the disclosed items below, the company has no other contingent liabilities.

	Group		Parent Company	
	24-2023 Million IRR	23-2022 Million IRR	24-2023 Million IRR	23-2022 Million IRR
Guarantees subject to Article 235 of the amended Commercial Code				
Group Companies' Loan Guarantees	9,615,297,553	5,889,020,376	5,700,954,732	3,421,663,227
	<u>9,615,297,553</u>	<u>5,889,020,376</u>	<u>5,700,954,732</u>	<u>3,421,663,227</u>

41.2.2. Other possible liabilities are disclosed as described in note 29.5 and 28.1.2.2.

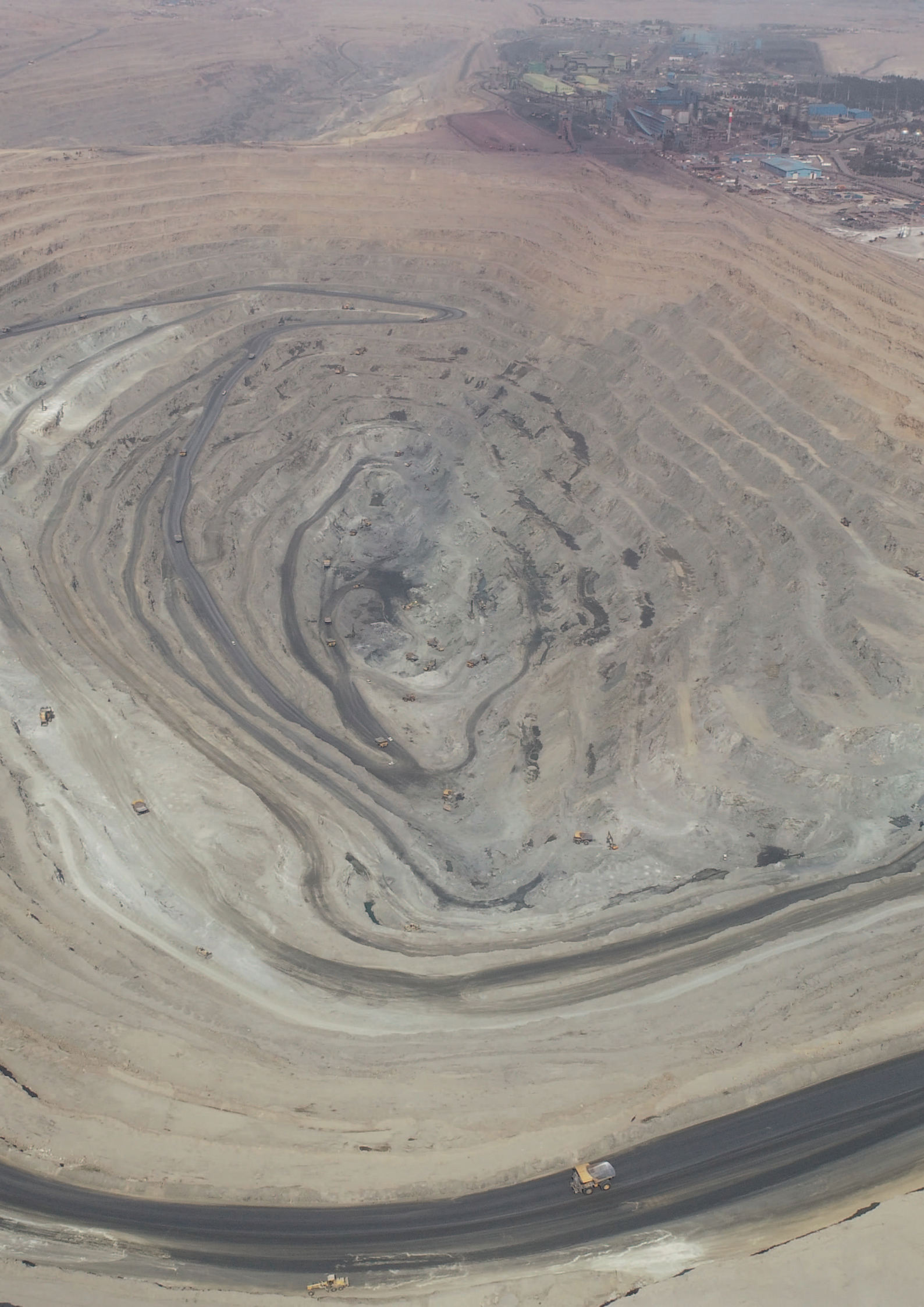
42. Post-Statement of Financial Statement Date Events.

No event that leads to adjustment of financial statement items has taken place after the statement of financial position date and until the date of approval of the financial statements.

43. Proposed Dividend

43.1. The Board of Directors' proposal for dividend distribution, given that the profit of the parent company is less than the profit in the consolidated financial statements, is 38,000,000 million rials (190 rials per share). The Board of Directors, considering the liquidity status and ability to pay dividends, the distribution percentage in previous years, the timely payment of dividends according to the board's schedule in past years, the payment of dividends within the legal timeframe, the transfer of profits to capital through capital increases from claims in previous years, as well as existing laws and regulations and the company's future plans, has made this proposal.









**MIDHCO**

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