BUILDING INDIA'S INDUSTRIAL FUTURE

vedanta transforming for good | HINDUSTAN ZINC Zinc & Silver of India

Building India's Industrial Future

Creating lasting value through world-class operations, future-ready resources and responsible growth.

Priya Agarwal Hebbar
Chairperson, Hindustan Zinc Limited

Dear Shareholder,

Hindustan Zinc was built on a powerful belief: that India's natural resources should create lasting value for the nation — strengthening industries, building infrastructure, creating employment and improving lives.

For decades, the metals we produce have supported India's progress. As the country enters its next phase of growth, our responsibility is to contribute even more, by expanding production responsibly, investing in the future and ensuring that our growth creates opportunity for people, communities and the nation.

Minerals and metals are fundamental to almost every aspect of modern development. They are essential to infrastructure, energy security, mobility, manufacturing, digital networks and emerging technologies.

As the aspirations and prosperity of India's 1.5 billion people rise, so will the demand for the resources needed to build a stronger, more self-reliant and technologically advanced nation.

Hindustan Zinc is ready to serve this demand.
We are preparing to produce more...not only zinc, silver and lead, but also critical minerals that will be essential to the industries and technologies of the future.

Operational Performance and Execution
The first quarter saw our best-ever first quarter mined metal production at 268 kt, reflecting the consistency of our mining operations and the strength of our asset base. Refined metal production increased by 4 percent year-on-year to 260 kt, while silver production remained steady at 149 tonnes.

We also achieved the lowest quarterly zinc cost of production, excluding royalty, since our transition to underground mining, at US $851 per tonne. This reflects years of investment in operational excellence, digital technologies, productivity improvements and disciplined execution across our operations.

Maintaining one of the lowest cost structures globally provides resilience across commodity cycles and creates the financial flexibility to continue investing in long-term growth.

This translated into our highest-ever quarterly revenue of ₹13,747 crore, up 77% percent year-on-year. We delivered an all-time high quarterly EBITDA of ₹8,704 crore, up 109% percent year-on-year, with an industry-leading EBITDA margin of 59% percent.

Profit after tax reached a record quarterly level of ₹5,469 crore, up 145% percent year-on-year.

Free cash flow before growth capex was ₹5,253 crore, reinforcing the strength of our business model and balance sheet.

The Board approved a first interim dividend of ₹11 per share, amounting to ₹4,648 crore, while our contribution to the national exchequer through royalties, taxes and other statutory payments stood at ₹6,450 crore.

Our expansion projects also continue to progress as planned, providing a strong foundation for the next phase of our growth.

Strong performance is not an outcome in itself. It gives us the capacity to invest in the capabilities that will define our next phase of growth.

Building Capabilities for India's Next Phase of Growth
India's next phase of growth will require a broader and more resilient critical minerals ecosystem. Our entry into rare earth elements marks an important step in building those capabilities.

The same philosophy underpins our Zinc Parks initiative. By strengthening downstream manufacturing ecosystems, supporting MSMEs, and expanding zinc applications, we are creating greater value across the entire value chain. Mining has always created value from the resources beneath the ground. Increasingly, it must also create value through the industries, partnerships and innovations that grow around those resources.

Leading Responsibly
Responsible growth remains central to our strategy, with sustainability driving operational excellence, innovation, and long-term competitiveness.

This quarter, Chanderiya Lead Zinc Smelter became India's first Zinc Mark validated smelter, followed by Rampura Agucha, India's first Zinc Mark validated mine. Three more operations have also begun their assurance journey, strengthening our commitment to globally recognised standards of responsible production.

We also partnered with Advantek Associates LLP and Aero Eagle Automobiles Private Limited to explore green hydrogen solutions, and with TERI to undertake a 250-hectare ecological restoration project at Chanderiya.

Innovation continued across our operations with the deployment of India's first 250-metric tonne electric crane at Zinc Smelter Debari and Rajasthan's first and largest fleet of 41 electric buses for employee transportation.

Our efforts were recognised through our first-ever inclusion in the Dow Jones Best-in-Class Index (Emerging Markets) and recognition among TIME's World's Most Sustainable Companies 2026.

Together, these milestones reinforce our belief that responsible growth is also the strongest foundation for long-term competitiveness.

People and Communities
Every achievement at Hindustan Zinc begins with our people. As our industry evolves, so must our capabilities. Developing the next generation of leaders remains just as important as investing in the next generation of technology. We continue to build capabilities in digital mining, automation, sustainability, and emerging technologies while investing in education, healthcare, livelihoods, and environmental stewardship across the communities where we operate.

Looking Ahead
Mining is entering a defining decade.
The opportunities ahead are significant. As demand for critical minerals accelerates, the companies that lead this industry will be defined not only by the quality of their resources, but by the capabilities they build around them.

Hindustan Zinc is well positioned for this future. Our priorities remain clear: strengthening our resource portfolio, executing growth projects with discipline, accelerating innovation and sustainability, deepening downstream partnerships, and creating enduring value for our shareholders, our communities, and for India.

Thank you for your continued trust and confidence.

Q1 FY27 HIGHLIGHTS

- **268 kt** Best-ever Q1 mined metal production
- **260 kt** Refined metal production (↑4% YoY)
- **149 tonnes** Silver production
- **Lowest** quarterly zinc cost of production (excluding royalty) since transition to underground mining
- **Rare Earth Elements** Mining lease for Gundlupet REE & Yttrium Block secured
- **India's First** Zinc Mark validated smelter and mine

Stronger Operations. Future-Ready Capabilities. Sustainable Growth. Creating Value for a **Viksit Bharat.**