

MAHAMAYA

ISO 9001 : 2008



MAHAMAYA STEEL INDUSTRIES LIMITED

27th ANNUAL REPORT 2014-15





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COMPANY'S GENERAL INFORMATION

BOARD OF DIRECTORS:

Mr. Rajesh Agrawal

Mrs. Rekha Agrawal

Mr. Niraj Kansal

Mr. Manish Kumar Agrawal

Mr. Atul Garg

Managing Director

Director

Director

Director

Director

COMPANY SECRETARY:

Mrs. Jaswinder Kaur Mission

REGISTERED OFFICE & WORKS:

B/8-9, Sector - C,
Urla Industrial Area,
Sarora, Raipur - 493 221 (Chhattisgarh)
Telephone: +91 771 4006666 (30 Lines)

Fax No.: +91 771 4006611

Email: csmahamaya@gmail.com

Website: www.mahamayagroup.in

CHIEF EXECUTIVE OFFICER:

Mr. Jai Prakash Jhunjhunwala

BANKERS:

- | UCO Bank
Mid Corporate Branch, Raipur (C.G.)
- | Andhra Bank
Fafadih Chowk, Raipur (C.G.)

REGISTRAR & SHARE TRANSFER AGENT:

M/s System Support Services,
209, Shiva Industrial Estate,
89, Andheri Kurla Road,
Sakinaka, Andheri (E),
MUMBAI - 400 072

ANNUAL GENERAL MEETING:

Saturday, 26th September, 2015 at 11.00 am at
B/8-9, Sector - C,
Urla Industrial Complex,
Sarora, Raipur - 493 221 (Chhattisgarh)

A REQUEST

As a measure of economy copies of Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copy to the meeting.

Members are requested to register their email address with the
Depository Participants / Registrar & Share Transfer Agent.

Managing Director's Speech

Dear Shareholders,

Steel Industry plays a vital role in the development of any modern and emerging economy. The per capita consumption of steel is generally accepted as a yardstick to measure the level of socio-economic development and living standards of its countrymen. Steel Industry derives its demand from other important sectors like infrastructure, aviation, engineering, construction, automobile, pipes and tubes etc. Thus its intense integration with other important industries makes it a strategic sector for the Government as well.

In India, the Steel Industry is passing through a challenging phase. Domestic consumption is severely affected due to lack of activity in infrastructure, as well as in the manufacturing scope. The biggest challenge facing the domestic steel industry is to have the per capita steel consumption in India at par with the average global company.

In this challenging phase your Company have tried best to maintain the level of performance as it was in 2014.

To fight with the situation Company has taken effective steps to reduce the production cost by installation of Induction Furnace with capital expenditure of Rs. 3.20 crore (approx), Gasi-Fire, Hot Charging.



The Company will definitely avail benefits from the above in the current and coming years.

Apart from the above, the Company has developed new products to increase the sale.

There are good signs, as we moved into fiscal 2015 - 2016. The new Government at the center has rekindled some positive policy developments. The ambitious infrastructure projects and the thrust in manufacturing through the "Make in India" campaign are steps in the right direction. The plan for smart cities, improved road and rail connectivity by building highways, bridges and dedicated freight and superfast rail corridors have huge potential to spur domestic steel demand.

We expect the projects to come that will not only boost the business of present Industries but will also open space for new comers.

I strongly believe that we enjoy a robust foundation that will support growth across all our lines of businesses. We have demonstrated our capabilities across products, customer segments and markets. I intend to continue to leverage this solid platform to achieve our aspirations and deliver value to our stakeholders. During the journey of rejuvenation, I look forward to the continuing support of our shareholders, who have reposed their faith in the Board and in the management. The confidence of you, the shareholders, has been a considerable source of strength for us at Mahamaya Steel.

"If you can dream it, you can do it"

With best regards:

Rajesh Agrawal

Managing Director

FINANCIAL HIGHLIGHTS

PROFITABILITY (Rs. In Lacs)	2014-15	2013-14	2012-13
Gross Sales	33373.1	33007.28	38307.42
Excise Duty	3489.82	3431.69	3984.01
Sales Tax and VAT	760.66	712.14	990.59
Net Sales	29122.62	28863.45	33332.82
EBIDTA	1747.91	1511.44	1295.99
Depreciation	670.32	527.86	527.22
Interest	752.65	542.35	618.78
Profit Before Tax and Prior Period Adjustment	324.94	327.08	149.98
Prior Period Adjustment	0.00	114.16	139.30
Profit Before Tax	324.94	441.24	289.27
Provision for Current Tax	181.66	137.54	69.41
Income Tax Pertaining to Earlier Year	3.38	0.00	7.73
Provision for Deferred Tax	-72.26	7.00	30.43
Net Profit	212.16	296.71	181.70
Earning Per Share	1.56	2.19	1.34

NOTICE

Mahamaya Steel Industries Limited

(CIN: L27107CT1988PLC004607)

Regd. Office :

B/8-9, Sector - C, Urla Industrial Area,
Sarora, Raipur - 493 221, Chhattisgarh
Tel. : +91 771 4006666 (30 Lines)
Fax No. : +91 771 4006611
Email : csmahamaya@gmail.com
Web. : www.mahamayagroup.in

Notice is hereby given that the Twenty Seventh Annual General Meeting of the Members of the Mahamaya Steel Industries Ltd will be held on Saturday, 26th September, 2015 at 11.00 am at Registered Office at Plot B/8-9, Sector-C, Urla Industrial Area, Sarora, Raipur - 493 221 (Chhattisgarh) to transact the following business:

Ordinary Business:

1. To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2015 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Rekha Agrawal (DIN: 00597156) who retires by rotation and being eligible, offers herself for re-appointment
3. To consider and if thought fit to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the first proviso to Section 139(1) of the Companies Act, 2013, read with the first proviso to Rule 3(7) of the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the appointment of M/s. R.K. Singhania & Associates, Chartered Accountants (Firm Registration No. 004435C), as the auditors of the Company to hold office from the conclusion of the 26th Annual General Meeting until the conclusion of the 30th Annual General Meeting of the Company, on such remuneration as may be decided by the Board of Directors of the Company, made at the 26th Annual General Meeting of the Company held on 30th September, 2014, be and is hereby ratified."

Special Business:

4. To consider and if thought fit, to pass with or without modification(s) if any, the following as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 190, 196, 197 and 203 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Act, consent of the members be and is hereby accorded to the re-appointment of Mr. Rajesh Agrawal (DIN: 00806417) as Managing Director of the Company for a period of 5 years commencing from 1st October, 2015, on the terms and conditions of appointment and remuneration as follows:

Overall Remuneration

The remuneration payable to Mr. Rajesh Agrawal, in any financial year, will be as per Section 198 of Companies Act, 2013 and in any financial year, during the tenure of Mr. Rajesh Agrawal, if the Company has no profits or its profits are inadequate, then Mr. Rajesh Agrawal will be paid in accordance with the provisions of Schedule V of the Act.

The remuneration payable to Mr Rajesh Agrawal shall be as follows:

Salary (including perquisites)

Rs. 4,00,000/- (Rs. Four Lacs) per month with annual or mid-term increments as approved by the Board /Committee of the Board within a limit.

Other key conditions:

- a. He will not be entitled to sitting fees for meetings of the Board/Committees of the Board attended by him.
- b. The salary will be subject to all applicable provisions of the Income Tax Act, 1961.
- c. The tenure will be subject to termination by three months notice in writing on either side.

RESOLVED FURTHER THAT the Board of Directors and/or the Company Secretary, be and are hereby authorised to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

5. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration of Rs. 30,000/- (Rupees Thirty Thousand Only) including out of pocket expenses if any plus service tax as applicable, to be paid to M/s. S.C. Mohanty & Associates, (Firm Registration No. : 00114), Cost Auditors of the Company, for the financial year 2015-16, as approved by the Board of Directors of the Company, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors and/or the Company Secretary, be and are hereby authorised to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

6. To consider and, if thought fit, to pass with or without modification, the following resolution as a Special Resolution

"RESOLVED THAT pursuant to the provisions of Section 188 of the Companies Act, 2013 ("the Act") and Clause 49(VII) of the Listing Agreement (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of the members of the Company be and is hereby accorded to the Audit Committee and the Board of Directors to authorize the management of the Company to enter into below mentioned transactions, with Abhishek Steel Industries Limited, Shree Shyam Sponge & Power Limited, Devi Iron & Power Private Limited and Rajesh Agrawal HUF 'Related

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Parties' as defined under Section 2(76) of the Act and Clause 49(VII) of the Listing Agreement and such other transactions as required in connection to efficiently carry out the operations of the Company from 30th September, 2015 till 30th September, 2016.

(A) Sale, Purchase & Services to be received from Abhishek Steel Industries Limited (Limit of Rs. 350 Crore from 30th September, 2015 till 30th September, 2016)

- a) Purchase and Sale of Blooms, Billets, Sponge Iron, Pig Iron, End Cutting, Joist, Channel, M.S. Angle, Scrap, Coal or any other goods.
- b) Conversion of Blooms and Billets in to Steel Structures.
- c) All other types of services to be received in connection with the business of the Company.

(B) Sale and Purchases to be done with Devi Iron & Power Private Limited (Limit of Rs. 300 Crore from 30th September, 2015 till 30th September, 2016)

- a) Purchase of Blooms, Billets, Sponge Iron, Pig Iron, End Cutting, Scrap, Coal or any other goods.
- b) Sale of Coal or any other goods

(C) Sale and Purchases to be done with Shree Shyam Sponge & Power Limited (Limit of Rs. 150 Crore from 30th September, 2015 till 30th September, 2016)

- a) Purchase of Blooms, Billets, Sponge Iron, Pig Iron, End Cutting, Scrap, Coal or any other goods.
- b) Sale of Coal or any other goods

(D) Transportation Services to be received from Rajesh Agrawal HUF (Limit of Rs. 5 Crore 30th September, 2015 till 30th September, 2016)

Transportation Services to be received from Rajesh Agrawal HUF

RESOLVED FURTHER THAT the Board of Directors and/or the Company Secretary, be and are hereby authorised to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

Place: Raipur

Date: 1st September, 2015

By Order of the Board

Rajesh Agrawal
Managing Director