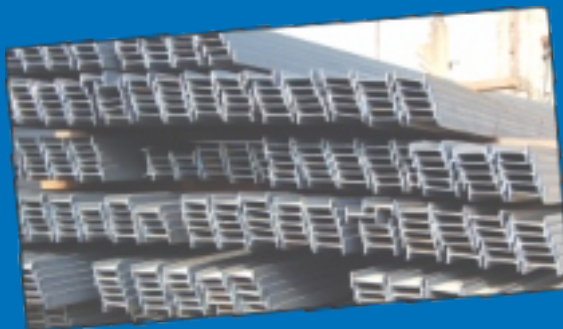


# MAHAMAYA

ISO 9001 : 2008



**MAHAMAYA** STEEL INDUSTRIES LIMITED

**29<sup>th</sup> ANNUAL REPORT 2016-17**



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## COMPANY'S GENERAL INFORMATION

### BOARD OF DIRECTORS :

Mr. Rajesh Agrawal

Mrs. Rekha Agrawal

Mr. Suresh Raman

Mr. Niraj Kansal

Mr. Manish Kumar Agrawal

Mr. Atul Garg

Managing Director

Executive Director

Additional Executive Director  
& Chief Financial Officer

Independent Director

Independent Director

Independent Director

### COMPANY SECRETARY :

Mrs. Jaswinder Kaur Mission

### CHIEF EXECUTIVE OFFICER :

Mr. Sanjay Kumar Lilha

### STATUTORY AUDITOR :

M/s. R.K. Singhania & Associates

### 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

### BANKERS :

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

### REGISTRAR & SHARE TRANSFER AGENT :

M/s. Link Intime India Private Limited,  
C-101, 247 Park,  
L.B.S. Marg, Vikhroli (W)  
Vikhroli (W),  
MUMBAI - 400 083 (M.H.)

### ANNUAL GENERAL MEETING :

Friday, September 29, 2017 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,***

*In spite of tough global steel scenario, the domestic industry continued to enjoy a big support from the government. Today, India has become the third largest steel producer globally contributing about two per cent of the country's GDP with production of 91.9 MT and a capacity of 122 MT in FY16. The overall steel production in the country crossed the 100 million tonnes mark in FY17.*

*The introduction of the Minimum import price (MIP) on steel by the government during the FY16-17 supported the industry's margins. The industry's losses reduced during April-December 2016 compared to the corresponding period last year. Sales of the 111 steel companies improved during Apr-Dec 2016 where the industry's revenues grew by 9.3% on a y-o-y basis during the period backed by an increase in prices and production. However, the net margins still remained negative despite higher sales.*



*The government has also announced a policy for providing preference to domestically manufactured iron and steel products in government procurement. The policy mandates preference to domestically Manufactured Iron & Steel Products (DMI&SP) in Government Procurement. The DMI&SP policy provides a minimum value addition of 15% in notified steel products which are covered under preferential procurement (Ministry to review specified steel products and the minimum value addition criterion).*

*The policy is being considered as a positive measure taken by the government to increase the off take of domestic production while not putting restrictions on the imports. The government plans to domestically meet entire demand of high grade automotive steel, electrical steel, special steels and alloys for strategic applications. The policy is envisaged to promote growth and development of domestic steel Industry and reduce the*



*inclination to use, low quality low cost imported steel in Government funded projects. These two measures should give a fillip to the steel industry in the coming years and should be viewed positively.*

*The industry continued to get strong support from the government. The Union Cabinet has given its approval for National Steel Policy (NSP) 2017. The policy represents the long term vision of the government to give required momentum to the steel sector. It seeks to enhance domestic steel consumption and ensure high quality steel production and create a technologically advanced and globally competitive steel industry.*

*The new steel policy, 2017 has the following aspirations to achieve 300 MT of steel-making capacity by 2030. The policy calls for an additional investment of Rs. 10 lac crores by 2030-31. The policy plans increase steel consumption on the back of growth in infrastructure, automobiles and housing. Its aim is to increase per capita steel consumption to the level of 160 Kg. by 2030 from existing level of around 60 Kg.*

*Further, the policy aims at adoption of energy efficient technologies in the MSME steel sector and facilitate R&D in the sector through the establishment of Steel Research and Technology Mission of India (SRTMI).*

*Meanwhile, your company has posted Profit Before Tax at Rs. 390.41 Lacs against loss of Rs. 1,197.96 Lacs in the previous year and Company's Profit After Tax stood at Rs. 332.42 Lacs against loss of Rs. 1,525.36 Lacs in the previous year, thereby representing a good profit during the year under review.*

*With the current market scenario set to improve, the company has already improved our production quantity wise so that we can capture the opportunity which can directly affect our profit ratio. We are glad to inform that in the first five months of the current financial year (FY-2017-18), the company has already booked new orders of Rs 12,500 lacs.*

*Further we are looking at various options to utilise the freehold land of about 112 acres in Raipur like either into renewable energy segment or low cost housing with joint development option. Various options are being contemplated but thing has been finalised as of now.*

*I extend my sincere thanks to the Board of Directors, Management and each & every person of Mahamaya Group.*

*To Shareholders, on behalf of Board I thank you for your continued support and look forward to a positive 2017-18 and beyond.*

*With best regards:*

**Rajesh Agrawal**

*Managing Director*

**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 Ninth Annual General Meeting of the Members of the Mahamaya Steel Industries Ltd will be held on Friday, 29<sup>th</sup> September, 2017 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 receive, consider and adopt the Audited Financial Statements (including audited Consolidated Financial Statements) of the Company for the financial year ended 31st March, 2017 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, the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions to Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, and pursuant to the resolution passed by Members at the 26<sup>th</sup> Annual General Meeting appointing M/s. R.K. Singhania & Associates, Chartered Accountants, Raipur (Firm Registration No. 004435C) as Statutory Auditors of the Company to hold office until the conclusion of 30<sup>th</sup> Annual General Meeting of the Company, the Company hereby ratifies and confirms the appointment of M/s. R.K. Singhania & Associates, as Statutory Auditors of the Company for the Financial Year ending 31<sup>st</sup> March, 2018 on such remuneration as recommended by the Audit Committee and as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors.”

**Special Business:**

4. 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 Sections 196, 197, 198, Schedule V (including any statutory modification(s) or re-enactment thereof for the time being in

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force) and other applicable provisions of the Companies Act, 2013, and subject to such approval(s), consent(s) or permission(s) as may be required, the consent of the Members of the Company be and is hereby accorded to pay the remuneration as set out in the statement annexed hereto, to Mr. Rajesh Agrawal (DIN: 00806417), Managing Director of the Company for the financial year 2017-18 and further two consecutive years in case of absence or inadequate Profits.

**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 a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Sections 196, 197, 198, Schedule V (including any statutory modification(s) or re-enactment thereof for the time being in force) and other applicable provisions of the Companies Act, 2013, and subject to such approval(s), consent(s) or permission(s) as may be required, the consent of the Members of the Company be and is hereby accorded to pay the remuneration as set out in the statement annexed hereto, to Mrs. Rekha Agrawal (DIN: 00597156), Executive Director of the Company for the financial year 2017-18 and further two consecutive years in case of absence or inadequate Profits.

**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(s), the following Resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of section 152 and all other applicable provisions of the Companies Act, 2013 and the Rules framed there under (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Suresh Raman (DIN: 07562480), who was appointed by the Board of Directors as an Additional Director of the Company with effect from 2<sup>nd</sup> August, 2016 and who holds office up to the date of this Annual General Meeting of the Company in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a Notice in writing from a Member along with the deposit of the requisite amount under section 160 of the Companies Act, 2013 proposing her candidature for the office of Director of the Company, be appointed as a Director of the Company, liable to retire by rotation."

**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".



7. 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 Sections 196, 197, 198, Schedule V (including any statutory modification(s) or re-enactment thereof for the time being in force) and other applicable provisions of the Companies Act, 2013, and subject to such approval(s), consent(s) or permission(s) as may be required, the consent of the Members of the Company be and is hereby accorded to pay the remuneration as set out in the statement annexed hereto, to Mr. Suresh Raman (DIN: 07562480), Executive Director of the Company for the financial year 2017-18 and further two consecutive years in case of absence or inadequate Profits.

**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."

8. 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 Sanat Joshi & Associates, Cost Accountants (Firm Registration no. 000506), Cost Auditors of the Company, for the financial year 2017-18, 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."

9. 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 SEBI (LODR) Regulations 2015 (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 Parties' as defined under Section 2(76) of the Act and SEBI (LODR) Regulations 2015 and such other transactions as required in connection to efficiently carry out the operations of the Company from 30<sup>th</sup> September, 2017 till 30<sup>th</sup> September, 2018.

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**(A) Sale, Purchase & Services to be received from Abhishek Steel Industries Limited (Limit of Rs. 150 Crore from 30<sup>th</sup> September, 2017 till 30<sup>th</sup> September, 2018) :**

- 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. 150 Crore from 30<sup>th</sup> September, 2017 till 30<sup>th</sup> September, 2018) :**

- 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. 100 Crore from 30<sup>th</sup> September, 2017 till 30<sup>th</sup> September, 2018) :**

- 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 30<sup>th</sup> September, 2017 till 30<sup>th</sup> September, 2018) :**

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.”

By Order of the Board

Rajesh Agrawal  
Managing Director

**Place:** Raipur

**Date:** 04<sup>th</sup> September, 2017