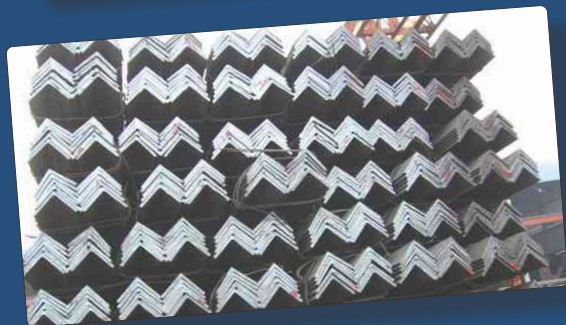


MAHAMAYA

ISO 9001 : 2008



MAHAMAYA STEEL INDUSTRIES LIMITED

34th ANNUAL REPORT 2021-22





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COMPANY'S GENERAL INFORMATION

BOARD OF DIRECTORS :

Mr. Rajesh Agrawal
Mrs. Rekha Agrawal
Mr. Suresh Raman
Mr. Uday Raj Singhania
Mr. Rajesh Lunia
Mrs. Vanitha Rangaiah

Managing Director
Executive Director
Executive Director & Chief Financial Officer
Independent Director
Independent Director
Independent 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 4910058
Email: cs@mahamayagroup.in
Website: www.mahamayagroup.in

STATUTORY AUDITOR :

M/s KPRK & Associates, Nagpur (M.H.)

COST AUDITOR :

M/s Sanat Joshi & Associates, Raipur (C.G.)
Tele.: +91 771 4006611

INTERNAL AUDITOR :

Mr. Subhash Rao, Raipur (C.G.)

BANKERS :

UCO Bank
Mid Corporate Branch, 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.)
Contact : 022-49186000
Email: rnt.helpdesk@linkintime.co.in,
dematremat@linkintime.co.in

CIN : L27107CT1988PLC004607

34th ANNUAL GENERAL MEETING :

Friday, September 30th, 2022 at 12.00 noon to be convened through VC/OAVM.

Managing Director's Speech

Dear Shareholders,

It is my privilege to write to you and present the Annual Report for FY 2021-22. I hope this letter finds you safe and in good health.

The past 2 years have been dramatic in a way we have not experienced before. On one hand we have collectively faced overwhelming challenges and hardships. The human toll alone is difficult to accept and vulnerabilities in health care and social safety nets across the world have been laid bare and at the same time, we have experienced advancement that we could not have imagined from scientific breakthrough to new ways of learning living and working.



But we can say the year 2021-22 was a year, different for the Economy in general, and the steel market in particular. It can be termed as a year of recovery from the Pandemic.

For the year 2021-22 the total income of the Company was Rs. 49575.24 Lacs as against Rs. 25135.51 Lacs in the previous year and your Company has reported net profit of Rs. 314.67 Lacs against Profit of Rs. 55.08 Lacs in the previous year.

Government has also taken various initiatives to boost the sector including the introduction of National Steel Policy 2017 and allowing 100% Foreign Direct Investment (FDI) in the steel sector under the automatic route.

The Government's National Steel Policy 2017 aims to increase the per capita steel consumption to 160 kgs by 2030-31. The Government has also promoted policy which provides a minimum value addition of 15% in notified steel products covered under preferential procurement.

The Union Budget 2021-22 has a 34.5% Y-o-Y increase in allocation for capex at 5.54 lakh crore. The budget's focus is on creating infrastructure and manufacturing to propel the economy.

In addition, enhanced outlays for key sectors such as defence services, railways, and roads, transport and highways would provide impetus to steel consumption. The Ministry of Steel has issued necessary direction to the steel companies to frame a strategy for taking up more R&D projects by spending at least 1% of their sales turnover to facilitate technological innovations in the steel sector.

The steel demand forecast for India for the calendar year 2022 is 114.1 million tonnes projecting a growth of 7.5%. The demand forecast for calendar year 2023 stands at 120.9 Million tonnes for India representing a growth of 6.0%. Huge scope for growth is offered by India's comparatively low per capita steel consumption and the expected rise in consumption due to increased infrastructure construction and the thriving automobile and railways sectors

I would like to offer my immense gratitude to our Board, employees, shareholders, bankers and whole Mahamaya family that has stood by us through an unusually trying time and helped us navigate the recent uncertainty

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

Telephone: +91 771 4910058

Email: cs@mahamayagroup.in

Website: www.mahamayagroup.in

Notice is hereby given that the Thirty Fourth Annual General Meeting of the Members of the Mahamaya Steel Industries Ltd will be held on Friday, 30th September, 2022 at 12.00 noon through Video Conferencing (VC)/Other Audio Visual Means (OAVM), to transact the following business:

Ordinary Business:

1. To consider and adopt the Audited Financial Statements (including audited Consolidated Financial Statements) of the Company for the financial year ended 31st March, 2022 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Suresh Raman (DIN: 07562480), who retires by rotation and being eligible, offers himself for re-appointment.
3. **Ratification of Re-appointment of M/s. KPRK & Associates, Chartered Accountants (Institute of Chartered Accountants of India (ICAI) (Firm Registration No.103051W), as the Statutory Auditors of the Company.**

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

“RESOLVED THAT pursuant to Section 139, 141, 142 and other applicable provisions of the Companies Act, 2013 read with the 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 the Members at the Thirty Third (33rd) Annual General Meeting held on 24th September 2021, the Company hereby ratifies the re-appointment of M/s. KPRK & Associates, Chartered Accountants (Institute of Chartered Accountants of India (ICAI) (Firm Registration No.103051W), as the Statutory Auditors of the Company to hold office from the conclusion of this Thirty-Fourth (34th) Annual General Meeting till the conclusion of the Thirty Fifth (35th) Annual General Meeting of the Company to be held in the year 2023, at such remuneration plus applicable tax ('GST') thereon and reimbursement of out of pocket and travelling expenses, if any, as approved and recommended by the Board of Directors based on the recommendation of the Audit Committee) in consultation with the said Auditors”

Special Business:

4. **Ratification of Remuneration of Cost Auditors of the Company.**

To consider and, if thought fit, to pass, 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. 35,000/- (Rupees Thirty Five Thousand Only) including out of pocket expenses if any plus GST 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 2022-23, 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 authorized 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 increase the borrowing limit upto Rs. 350,00,00,000/- (Rs. Three Hundred Fifty Crores only) together with the money already borrowed by the company apart from the temporary loans obtain from the Company's bankers in the ordinary course of business.**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to Section 179(3)(d) and Section 180(1)(c) of the Companies Act, 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014, and read with any other rules and provisions made thereunder, (including any amendment(s), modification(s) or re-enactment(s) thereof, for the time being in force), the consent of the Members of the Company be and is hereby accorded to borrow money upto Rs. 350,00,00,000/- (Rs. Three Hundred Fifty Crores only) together with the money already borrowed by the company apart from the temporary loans obtain from the Company's bankers in the ordinary course of business.

RESOLVED FURTHER THAT the purpose of giving effect to this Resolution, the Board of Directors of the Company / Company Secretary, be and is hereby authorized, on behalf of the Company, to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this resolution, including to settle any questions, difficulties or doubts that may arise in this regard without requiring the Board to secure any further consent or approval of the Members of the Company but not limited to settle any questions or resolve difficulties that may arise in this regard.

- 6. To increase the limit of advancing any loan including any loan represented by a book debt, or give any guarantee or provide any security in connection with any loan taken by any entity which is an associate/ group Company (in which any director is deemed to be interested) up to an aggregate sum of Rs. 150,00,00,000 (Rs. One Hundred Fifty Crores Only)**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to Section 185 of the Companies Act, 2013, the consent of the members of the company be and is hereby accorded to advance any loan including any loan represented by a book debt, or give any guarantee or provide any security in connection with any loan taken by any entity which is an associate / group Company (in which any director is deemed to be interested) up to an aggregate sum of Rs. 200,00,00,000 (Rs. Two Hundred Crores Only) in their absolute discretion deem beneficial and in the interest of the Company, provided that such loans are utilised by the borrowing company for its principal business activities subject to shareholders of the company.

RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board of Directors of the Company/Company Secretary, be and is hereby authorized, on behalf of the Company, to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this resolution, including to settle any questions, difficulties or doubts that may arise in this regard without requiring the Board to secure any further consent or approval of the Members of the Company but not limited to settle any questions or resolve difficulties that may arise in this regard.”

- 7. To increase the limit of loan and investment made by the company up to an aggregate sum of Rs. 200,00,00,000 (Rs. Two Hundred Crores Only)**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to Section 186 of the Companies Act, 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014, the consent of the members of the company be and is hereby accorded to make loans or investments, in one or more tranches by subscription, purchase or otherwise in any body/ bodies corporate in India or abroad (existing or which may be promoted/incorporated), in any kind of securities, or by providing of guarantee or security in connection with a loan made by any other person to any anybody/ bodies corporate in India or abroad (existing or which may be promoted/incorporated) up to an aggregate sum of Rs. 200,00,00,000 (Rs. Two Hundred Crores Only).

RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board of Directors of the Company / Company Secretary, be and is hereby authorized severally, on behalf of the Company, to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this resolution, including to settle any questions, difficulties or doubts that may arise in this regard without requiring the Board to secure any further consent or approval of the Members of the Company but not limited to settle any questions or resolve difficulties that may arise in this regard.”

8. To approve increase in remuneration of Mr. Rajesh Agrawal (DIN: 00806417), Managing Director of the Company.

To consider and if thought fit, to pass with or without modification(s), 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 increase the remuneration as set out in the statement annexed hereto, of Mr. Rajesh Agrawal (DIN: 00806417), Managing Director of the Company for the remaining period ie from 1st October, 2022 to 30th September, 2025 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.”

9. To approve increase in remuneration of Mrs. Rekha Agrawal (DIN: 00597156), Executive Director of the Company.

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 increase the remuneration as set out in the statement annexed hereto, of Mrs. Rekha Agrawal (DIN: 00597156), Executive Director of the Company for the remaining period ie from 1st October, 2022 to 31st March, 2023 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.”

10. To approve increase in remuneration of Mr. Suresh Raman (DIN: 07562480), Executive Director & CFO of the Company.

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 increase the remuneration as set out in the statement annexed hereto, of Mr. Suresh Raman (DIN: 07562480), Executive Director & CFO of the Company for the remaining period ie from 1st October, 2022 to 31st March, 2023 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.”

11. Approval of Related Party Transactions

To consider and, if thought fit, to pass, 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, 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 including any modifications thereof and such other transactions as required in connection to efficiently carry out the operations of the Company from 30th September, 2021 till 30th September, 2022.

(A) Sale, Purchase & Services to be received from Abhishek Steel Industries Limited (Limit of Rs. 200 Crore from 30th September, 2021 till 30th September, 2022)

- 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. 200 Crore from 30th September, 2021 till 30th September, 2022)

- 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) Transportation Services to be received from Rajesh Agrawal HUF (Limit of Rs. 10 Crore 30th September, 2021 till 30th September, 2022)

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 authorized 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: 6th September, 2022

By Order of the Board

Rajesh Agrawal
Managing Director
DIN: 00806417