

MAHAMAYA

ISO 9001 : 2008



MAHAMAYA STEEL INDUSTRIES LIMITED

32nd ANNUAL REPORT 2019-20



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COMPANY'S GENERAL INFORMATION

BOARD OF DIRECTORS :

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

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.)

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.)
Contact : 022-49186000
Email: rnt.helpdesk@linkintime.co.in,
dematremat@linkintime.co.in

CIN : L27107CT1988PLC004607

32nd ANNUAL GENERAL MEETING :

Wednesday, December 23, 2020 at 11.00 am to be convened through Video Conferencing (VC) / Other Audio Visual Means (OAVM).

Managing Director's Speech

Dear Shareholders,

It is my privilege to write to you and present the Annual Report for FY 2019-20. I hope this letter finds you safe and in good health.

For most of FY 2019-20, the global steel industry faced a number of challenges due to global demand and geopolitical tensions which have affected the contours of the business environment in which we operate. Next came the onset of the COVID-19 pandemic in the final quarter of the year, which ushered in a new reality for industries across the world. The pandemic of COVID-19 has proven to be a critical turning point in the history of human race and is set to reshape the global society. Despite its challenges, the pandemic has presented an opportunity for all of us to introspect and rediscover new opportunities, rebuild our environment, and re-establish our economy. The world needs to embrace more responsible and sustainable choices for future generations. I am hopeful that with appropriate action aided by modern technology, things will soon turn around.



The Global Economy grew at 2.9% in 2019, against a growth forecast of 3.5% due to weakening international trade and slowdown in manufacturing. In 2020, economic growth was initially projected to be marginally lower than 2019, with likely easing of US-China trade tensions and consumption led recovery in emerging and developing economies. However, given the fast-moving nature of the impact of COVID-19 across geographies, GDP forecasts of 2020 are frequently being revised, with a common underlying view that the GDP contraction is likely to be deeper than the global financial crisis. According to World Steel Association ('WSA'), global crude steel production reached 1,869.9 MnT in 2019, up by 3.4% compared to 2018, largely contributed by China's crude steel production of 996.3 MnT. China's share in global crude steel production increased from 50.9% in 2018 to 53.3% in 2019. Given the current scenario of pandemic, the global steel industry is likely to be impacted by

significant fall in manufacturing, postponement of investments and slowdown of construction activities in next few quarters across most of the economies. After slower than expected growth in 2019, mainly due to a deep manufacturing recession in developed economies, a further decline in global steel demand in the second quarter of 2020 is seen, with a further downside associated with the uncertainty on the duration of the disruption.

The Indian economy witnessed a growth of 4.7% in Q3 FY20, due to significant fall in manufacturing and agricultural output, while service sector growth remained stable. Marginal improvement in consumption was witnessed in Q3-Q4 FY20, during the festival season and back to back rate cuts taken by the Reserve Bank of India ('RBI'). However, the nationwide lockdown announced in March 2020 to control spread of COVID-19, brought the economic activity to a virtual standstill, especially in the manufacturing and service sectors. Except essential services, all other business activities almost ceased. The growth rate for FY20 is expected to be lower than the previous forecast, mostly due to a low Q3 growth and an extremely poor Q4 FY20. With the production of 102 MnT, India recorded the second largest crude steel production in 2019 (CY) up by 1.8% over 2018 (CY). Indian Steel demand for FY20 has seen a de-growth of -2.1% (excluding stock changes). Factoring for stock changes in the system, steel demand in FY20 would be at the same level as of FY19.

As we look ahead, it is important to gauge COVID19's unprecedented impact. Our Company is confident in its ability to navigate this period through strong financial discipline, a reduction in capital expenditure and cash flow management.

Despite the difficult environment, our Company operated its plants at Optimum levels of capacity. and delivered Profit/(Loss) after Tax (PAT) of Rs. 325.09 Lacs in FY 2019-20. Total standalone revenue stood at Rs 35837.59 Lacs. All through the year, we ensured that business was operated with a sharp focus on safety, while maintaining margins and a consistent drive to optimize operational costs.

Our Company demonstrated stronger operating parameters with improved internal capabilities, fit to cater to customers with ever-evolving demand. The health and safety of its workforce has always been paramount to the Company. ,As per the guidelines issued by Ministry of Home Affairs(MHA) under which industries/industrial establishments including continuous process ones and their supply chain components could operate in urban and rural areas, Our Company started operations from May, 2020 in a gradual manner. Inter-State transport of goods and materials were also permitted without any interruption. In keeping with these guidelines, the Company has been continuing its operations and gradually ramping up its capacities.

I am extremely proud of our employees who continuously demonstrate high standards of professionalism. Time and again, they have proven them through relentless efforts that lead the organization out of challenging situations.

We are entering the new fiscal year at a time when all major economies have been brought to a standstill. The impact has been very fast and widespread, and the first two quarters of FY 2020- 21 were very difficult for both individuals and organizations. On the other hand, the economic downturn is not due to any structural problem in any industry, but due to an externality that has hit the pause button on all economic activity. Whenever that externality is removed, an equally quick recovery should follow.

Government has taken various steps to boost the sector including the introduction of National Steel Policy 2017 and allowing 100 per cent 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 per cent in notified steel products covered under preferential procurement. In 2019, the Government introduced Steel Scrap Recycling Policy with an aim to reduce import.

Since India depends largely on migrant labour, restarting construction and infrastructure projects will be a challenge in near term. The demand from infrastructure, construction, and real estate sectors is subdued in the first half of the Financial Year 2020-21 due to the lockdown followed return of consumer confidence is likely to be the key driver for a gradual recovery over the second half of the Financial Year 2020-21.

Our strong and deep relationships with a high quality customer base, give us strength to cut the difficulties. The next few months will be difficult, but your company has deep relationships with customers and partners, enviable scale, a robust and resilient business model, and strong financials. It is well positioned to weather the storms ahead and take advantage of opportunities that come up during the downturn to acquire new capabilities and gain market share. Your company is well poised to take the lead in partnering customers to recover and rebound on to the growth and transformation journeys.

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

Fax No.: +91 771 4006611

Email:cs@mahamayagroup.in

Website: www.mahamayagroup.in

Notice is hereby given that the Thirty Second Annual General Meeting of the Members of the Mahamaya Steel Industries Ltd will be held on Wednesday, 23rd December, 2020 at 11.00 am 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, 2020 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.

Special Business:

3. Reclassification of Authorized Share Capital of the Company

To consider and, if thought fit, to pass, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 13, 61 and other applicable provisions, if any, of the Companies Act, 2013 and Rules made thereunder, or any statutory modification(s), amendment or re-enactment thereof and subject to such approvals, permissions, and sanctions, if any, as may be necessary from any concerned authorities, the existing Authorized Share Capital of the Company of Rs. 60,00,00,000/- (Rupees Sixty Crores Only) divided in to 1,50,00,000 (One Crores Fifty Lakhs only) Equity Shares of Rs. 10/- (Rupees Ten Only) each aggregating to Rs. 15,00,00,000/- (Rupees Fifteen Crores Only), 30,00,000 (Thirty Lakhs Only) Redeemable Preference Shares of Rs. 10/- each aggregating to Rs. 3,00,00,000/- (Rupees Three Crores Only) (Convertible in to Equity Shares as per the terms of issue) and 4,20,00,000 (Four Crores Twenty Lakhs Only) 8% Redeemable Non- Convertible Non- Cumulative Preference Shares of Rs. 10/- each aggregating to Rs. 42,00,00,000/- (Rupees Forty-Two Crores Only) be and is hereby re-classified to Rs. 60,00,00,000/- (Rupees Sixty Crores Only) divided in to 2,40,00,000 (Two Crores Forty Lakhs only) Equity Shares of Rs. 10/- (Rupees Ten Only) each aggregating to Rs. 24,00,00,000/- (Rupees Twenty-Four Crores Only) and 3,60,00,000 (Three Crores Sixty Lakhs Only) 8% Redeemable Non- Convertible Non- Cumulative Preference Shares of Rs. 10/- each aggregating to Rs. 36,00,00,000/- (Rupees Thirty-Six Crores Only).

RESOLVED FURTHER THAT Clause V of the Memorandum of Association of the Company be and is hereby replaced by inserting the following para as Clause V.

- V. The Authorized Share Capital of the Company is Rs. 60,00,00,000/- (Rupees Sixty Crores Only) divided in to 2,40,00,000 (Two Crores Forty Lakhs only) Equity Shares of Rs. 10/- (Rupees Ten Only) each aggregating to Rs. 24,00,00,000/- (Rupees Twenty-Four Crores Only) and 3,60,00,000 (Three Crores Sixty Lakhs Only) 8% Redeemable Non- Convertible Non- Cumulative Preference Shares of Rs. 10/- each aggregating to Rs. 36,00,00,000/- (Rupees Thirty-Six Crores Only) on terms and conditions as may be decided by the Board of Directors and shall rank in priority to the equity shares in the event of winding up of the Company but shall not be entitled to any participation in the profits or surplus of the company with power to divide the share in the capital for the time being in to equity shares capital and / or preference share capital, with or without voting rights as may be permissible at law, and to attach thereto respectively,

any preference shares, qualified or special right, privileges or condition as may be determined by or in accordance with the provision of the companies act, 1956 and the regulations of the company, and to vary, modify or abrogate any such rights, privileges or conditions in such manner as may for the time being be provided by the regulations of the Company.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors or Committee thereof be and is hereby authorized to take all such steps and actions and give such directions as may be in its absolute discretion deemed necessary and settle any question that may arise in this regard.”

4. **Alteration of Articles of Association**

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 14 and all other applicable provisions if any of the Companies Act, 2013 including any statutory modifications or re-enactments thereof for the time being in force and subject to approvals, permissions and sanctions from the appropriate authority, if any and Rules made thereunder, the Articles of Association of the Company be and is hereby altered by substituting the existing Article 4a thereof with the following new Article 4a as under:

"Article 4a: -The Authorized Share Capital of the Company will be as may be specified under clause V of the Memorandum of Association of the Company from time to time."

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable and expedient for giving effect to this resolution and/or otherwise considered by them in the best interest of the Company."

5. **Issue of Equity Shares on Preferential Allotment basis to the Promoters**

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 23, 42 and 62(1)(c) of the Companies Act, 2013 (the "**Act**") and other applicable provisions, if any, of the Act and Rules made thereunder and all other applicable laws (including any statutory modification(s) or re-enactment thereof for the time being in force) and in accordance with the provisions of the Memorandum and Articles of Association of the Company, Listing Agreements entered into by the Company with the Stock Exchange where the Equity Shares of the Company are listed, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time (the "**SEBI (LODR)Regulations**"), and any other rules/regulations/ guidelines, notifications, circulars and clarifications issued thereon from time to time by the Government of India, the Securities and Exchange Board of India ("**SEBI**"), including Chapter V of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended from time to time (the "**SEBI (ICDR) Regulations**"), the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, as amended from time to time (the "SEBI Takeover Regulations"), Securities And Exchange Board Of India (Foreign Portfolio Investors) Regulations, 2019 and Foreign Exchange Management Act, 1999, Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2017, Master Direction on Foreign Investment in India issued by the RBI, Foreign Exchange Management (Non- debt Instruments) Rules, 2019 etc. and other foreign exchange regulation provisions in India as may be applicable and subject to necessary approvals, permissions, sanctions and consents as may be required, as may be applicable or any regulatory and other appropriate authorities (including but not limited to the Securities and Exchange Board of India ("**SEBI**"), the Government of India, MCA, RBI etc.) if any and all such other approvals, which may be agreed to by the Board of Directors (hereinafter referred to as the "Board", which term shall be deemed to include any committee which the Board has constituted or may constitute to exercise its powers, including the powers conferred by this resolution), the consent, authority and approval of the Members of the Company be and is hereby accorded to the Board to create, offer, issue and allot, in one or more tranches, upto 12,00,000 (Twelve Lakhs only) fully paid-up Equity Shares of Rs.10/- each of the Company, for cash at a price which shall not be less than the minimum specified price as per the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, to Escort Finvest Private Limited (CIN:- U65993CT1992PTC008268) under Promoter category as mentioned in the Explanatory Statement annexed hereunto to this Notice, by way of Preferential Allotment in such manner and on such other terms and conditions, as the Board may, in its absolute discretion, think fit;

RESOLVED FURTHER THAT:

- i. The relevant date for the purpose of issue of Equity Shares as per Chapter V of the SEBI (ICDR) Regulations, 2018, as amended upto date for the purpose of determination of the applicable price of equity shares is Monday the 23rd November, 2020 being the date, which is 30 days prior to the date of the Annual General Meeting i.e. Wednesday, the 23rd day of December 2020, and other relevant provisions of the Companies Act, 2013, to consider the proposed issue.”
- ii. The Offer, Issue and Allotment of the aforesaid Equity Shares shall be made at such time or times as the Board may in its absolute discretion decide.
- iii. The Proposed Allottee of equity shares shall be required to bring in 100% of the consideration on or before the date of allotment thereof;
- iv. The consideration for allotment of equity shares shall be paid to the Company by the Proposed Allottee from its respective bank accounts;
- v. Allotment of equity shares shall only be made in dematerialized form.
- vi. The equity shares shall be issued and allotted by the Company to the Proposed Allottee in dematerialized form within a period of 15 (Fifteen) days from the date of receipt of Members’ approval, provided that, where the issue and allotment of the said equity shares is pending on account of pendency of any approval by any Regulatory Authority (including, but not limited to the BSE Limited, National Stock Exchange of India Limited (NSE) and/or SEBI), MCA or the Government of India, the issue and allotment shall be completed within a period of 15 (Fifteen) days from the date of receipt of last of such approvals.
- vii. The Equity shares to be allotted to the Promoter pursuant to the proposed Special Resolution shall be subject to lock-in as per the requirements of SEBI (ICDR) Regulations 2018 as amended from time to time.
- viii. The equity shares issued to the Proposed Allottee shall be listed on the stock exchanges (BSE Limited and National Stock Exchange of India Limited (NSE)) where the existing equity shares of the Company are listed.

RESOLVED FURTHER THAT the Board be and is hereby authorized to issue and allot such number of Shares as may be required or as may be necessary in accordance with the terms of the offer, and all such equity shares shall be ranking *paripassu* and *inter-se* with the then existing equity shares of the Company in all respects including dividend;

RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution and matters flowing from, connected with and incidental to any of the matters mentioned in the aforesaid resolution, the Board be and is hereby authorized on behalf of the Company to take all actions and to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, desirable or expedient to the issue or allotment, listing thereof with stock exchanges and to resolve and settle all questions and difficulties that may arise in the proposed issue, allotment, utilization of the issue proceeds and to do all acts, deeds and things in connection therewith and incidental thereto as the Board may in its absolute discretion deem fit, without being required to seek any further consent or approval of the shareholders or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution;

RESOLVED FURTHER THAT the Board be and is authorized to delegate all or any of the powers conferred by this resolution on it, to any Committee or Sub-Committee of Directors or the Chairman or any other Director(s) or Company Secretary or Officer(s) of the Company to give effect to the aforesaid resolution, with the power to such Committee/sub-Committee of the Board to further delegate all or any of its powers/duties to any of its members.”

6. Reappointment of Mr. Rajesh Agrawal, Managing Director of the Company.

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications, amendments or re-enactments thereto for the time being in force) (hereinafter referred to as “the Act”), the relevant provision of the Articles of Association of the Company, and subject to such approvals as may be required, consent and approval of the Company 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 five years with effect from 1st October, 2020 on the remuneration and terms and conditions as set out in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company (on the recommendations of the Nomination & Remuneration Committee) be and are hereby authorized to revise, amend, alter and vary the remuneration and other terms and conditions of Mr. Rajesh Agrawal, Managing Director in such a manner as may be permissible in accordance with the provisions of the Act and Schedule V or any modification or enactment thereto and subject to the approval of the Central Government, if required, and as may be agreed to by and between the Board of Directors and Mr. Rajesh Agrawal, without any further reference to the shareholders in general meeting.

RESOLVED FURTHER THAT in the absence or inadequacy of profits in any financial year during the term of office of Mr. Rajesh Agrawal as Managing Director, he shall be paid the remuneration as set out in the explanatory statement forming part of this Notice or the revised remuneration as approved by the Board of Directors from time to time, as the Minimum Remuneration in accordance with Schedule V and other applicable provisions of the Act.

RESOLVED FURTHER THAT as Managing Director of the Company, Mr Rajesh Agrawal shall, subject to the supervision, control and directions of the Board of Directors of the Company, continue to exercise substantial powers of management and shall manage the business and affairs of the Company.

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.”

7. Fixation of remuneration of Mrs. Rekha Agrawal, Executive Director & Promoter of the Company for the financial year 2020-21 and further two consecutive years in case of absence or inadequate profits.

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to Sections 196, 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) (including any amendment, modification or re-enactment thereof) and rules made there under and Schedule V thereto and Regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s), amendment(s) or re-enactment(s) thereof for the time being in force), consent of the members 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 & Promoter of the Company for the financial year 2020-21 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 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.”

8. Fixation of remuneration of Mr. Suresh Raman, Executive Director & CFO of the Company for the financial year 2020-21 and further two consecutive years in case of absence or inadequate profits.

To consider and, if thought fit, to pass, the following resolution as a Special Resolution

“RESOLVED THAT pursuant to Sections 196, 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) (including any amendment, modification or re-enactment thereof) and rules made there under and Schedule V thereto and Regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s), amendment(s) or re-enactment(s) thereof for the time being in force), consent of the members 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 & CFO of the Company for the financial year 2020-21 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 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.”

9. 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 2020-21, 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.”

10. Investments, Loans, Guarantees and security in excess of limits specified under section 186 of Companies Act, 2013

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 186 of the Companies Act, 2013, read with The Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time (including any amendment thereto or re-enactment thereof for the time being in force), if any, the approval of the members of the Company be and is hereby accorded to the Board to (a) give any loan to anybody corporate(s) / person (s); (b) give any guarantee or provide security in connection with a loan to anybody corporate(s) / person (s); and (c) acquire by way of subscription, purchase or otherwise, securities of anybody corporate from time to time in one or more tranches as the Board of Directors as in their absolute discretion deem beneficial and in the interest of the Company, for an amount not exceeding Rs. 70,00,00,000 (Rupees Seventy Crores Only) outstanding at any time notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section 186 of the Companies Act, 2013.

RESOLVED FURTHER THAT in case of divestment of the investment, the Directors of the Company be and are hereby authorized to sign the necessary applications, papers, forms, documents etc. for effective implementation of decision of divestment taken by the Company from time to time.

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.”

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, 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 including any modifications thereof and such other transactions as required in connection to efficiently carry out the operations of the Company from 30th September, 2020 till 30th September, 2021.

(A) Sale, Purchase & Services to be received from Abhishek Steel Industries Limited (Limit of Rs. 250 Crore from 30th September, 2020 till 30th September, 2021)

- 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. 250 Crore from 30th September, 2020 till 30th September, 2021)

- 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 30th September, 2020 till 30th September, 2021)

- 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. 20 Crore 30th September, 2020 till 30th September, 2021)

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.”

12. To insert additional Business Activity in main object clause of the Memorandum of Association

To consider and, if thought fit, to pass, the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 13 of the Companies Act, 2013 (“the Act”) including any modification or reenactment thereof and other applicable provisions thereof, the Main Object clause of the Memorandum of Association of the Company be and is hereby altered and amended as follows: Clause III (A) of the Objects clause of the Memorandum of Association of the Company be titled as ‘THE OBJECTS TO BE PURSUED BY THE COMPANY ON ITS INCORPORATION’ and after para 4 of Clause III (A), following 5 (five) new para’s shall be added:

5. To carry on the business of trading in all kind of heavy and light vehicles, Steel, metals, textiles, chemicals, cement, wood, polymers, plastics, paper and other commodities.
6. To carry on the business of importing, exporting in all kind of Steel products, metals, textiles, chemicals, cement, wood, polymers, plastics, paper and other commodities.
7. To purchase for resale and to trade in land and house and other immovable property of any tenure and any interest therein, and to create, sell and deal in freehold and leasehold ground rents, and to deal in trade by way of sale, or otherwise with land and house property and any other immovable property whether real or personal.
8. To undertake or to carry on the business of managing, owning, controlling, erecting, commissioning, & operating, running, leasing or transferring Power plants and Plants based on conventional or non conventional energy source, thermal power plants, atomic power plants, solar energy plants, wind energy plants, mechanical, electrical, hydel, civil engineering works, Boiler houses, steam Turbines, Switch Yards, Transformer Yards, Sub stations, Transmission Lines, Accumulators, Workshops.
9. To carry on the business as consultants or contractors in setting up of Steel, Power Plant.

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: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

NOTES:

1. The Explanatory Statement setting out material facts, pursuant to Section 102 of the Companies Act, 2013, Secretarial Standard-2 on General Meetings and Regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the Business under Item No. 3 to 12 of the accompanying Notice is annexed hereto.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the AGM venue is not required and annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM, without the physical presence. The deemed venue for the AGM shall be the registered office of the Company.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting. Corporate members intending to send their authorized representatives to attend the AGM pursuant to Section 113 of the Act, are requested to send to the Company, a certified copy (in PDF/JPG Format) of the relevant Board Resolution/Authority letter etc. authorising its representatives to attend the AGM, by e-mail to cs@ mahamyagroup.in.
4. Since the AGM will be held through VC / OAVM, the Route Map is not annexed to this Notice.
5. The Register of Members and Share Transfer Books of the Company will be closed from 17th December, 2020 to 23rd December, 2020 (both days inclusive) for the purpose of the Annual General Meeting for the year ended 31st March, 2020.

6. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
7. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
8. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
9. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at 27th November, 2020. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsd.com.
10. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

Process for dispatch of Annual Report and registration of email id for obtaining copy of Annual Report

11. In compliance with the aforementioned MCA and SEBI Circulars, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depository Participant. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.mahamayagroup.in, websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com, National Stock Exchange of India Ltd. (www.nseindia.com) and on the website of National Securities Depository Limited (NSDL) <https://www.evoting.nsd.com>.
12. Shareholders holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by sending a duly signed request letter to the Registrar and Transfer Agents of the Company, Link Intime India Pvt Ltd on their email rnt.helpdesk@linkintime.co.in by providing Folio No. and Name of shareholder, along with self attested PAN Card and Self attested scanned copy of any document (such as Aadhar Card, Driving License, Voter Identity Card, Passport) in support of the address of the member as registered with the Company Shareholders holding shares in dematerialized mode are requested to register / update their email addresses with the relevant Depository Participant
13. Members seeking any information with regard to any matter to be placed at the AGM, are requested to write to the Company through an email on cs@mahamayagroup.in

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:

The remote e-voting period begins on 20th December, 2020 at 9:00 A.M. and ends on 22nd December, 2020 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsd.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholders’ section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. **Select “EVEN” of company for which is 114974.**
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
6. Upon confirmation, the message “Vote cast successfully” will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@mahamayagroup.in.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@mahamayagroup.in.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholder's/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@mahamayagroup.in. The same will be replied by the company suitably.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to niteshjain07@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to at evoting@nsdl.co.in

14. Members who need assistance before or during the AGM, can contact NSDL on their Toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in or contact NSDL officials Mr. Pratik Bhatt at designated email ID: pratikb@nsdl.co.in or at telephone nos.: +91-22-24994738, or Ms. Sarita Mote at designated email ID: saritam@nsdl.co.in or at telephone nos. : +91-22-24994890.

15. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital in the Company as on the cut-off date i.e. Wednesday, 16th December, 2020.

16. Any person, who acquires shares of the Company and becomes Member of the Company after the Company sends the Notice of the 32nd AGM by email and holds shares as on the cut-off date i.e. Wednesday, 16th December, 2020, may obtain the User ID and password by sending a request at evoting@nsdl.co.in. However, if you are already registered with NSDL for remote e-Voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com.
 17. Mr. Nitesh Jain, Practicing Company Secretary Raipur has been appointed as the Scrutinizer to scrutinize for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
 18. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of electronic voting for all those members who are present at the AGM but have not cast their votes by availing the remote e-Voting facility.
 19. The results shall be declared not less than forty-eight (48) hours from conclusion of the AGM. The results along with the report of the Scrutinizer shall be placed on the website of the Company www.mahamayagroup.in and on the website of NSDL www.evoting.nsdl.com immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited and NSE.
- 20. Documents open for inspection:**
- a. All the documents referred to in the accompanying notice and the statement pursuant to Section 102 (1) of the Companies Act, 2013 shall be available for inspection through electronic mode. Members are requested to write to the Company on cs@mahamayagroup.in for inspection of said documents; and
 - b. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to cs@mahamayagroup.in.
21. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Accordingly, members holding shares in electronic form are requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts. Members holding shares in physical form should submit their PAN to the Company. Members may please note that SEBI has also made it mandatory for submission of PAN in the following cases, viz. (i) Deletion of name of the deceased shareholder(s) (ii) Transmission of shares to the legal heir(s) and (iii) Transposition of shares.
 22. As per Regulation 40 of Listing Regulations, securities of listed companies can only be transferred in dematerialized form, with effect from 1st April, 2019, except in case of request of transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, Members holding shares in physical form are urged for converting their holding to demat form. Members may contact the Company or RTA for any assistance in this regard.
 23. Members holding shares in single name are advised to avail the facility of nomination in respect of shares held by them pursuant to the provisions of Section 72 of the Companies Act, 2013. Members holding shares in physical form desiring to avail this facility may send their nomination in the prescribed Form No. SH-13 duly filled in to RTA. Members holding shares in electronic mode may contact their respective Depository Participants for availing this facility.
 24. A brief resume of Directors, who seeks re-appointment as a Director, has also been annexed.

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013

Item no. 3 and 4

The Company, in order to meet its growth objectives and to strengthen its financial position, is required to generate long term resources by issuing Equity Shares. The Board of Directors at Item no. 5 proposes to issue and allot Equity Shares by way of preferential allotment to the Promoters. Hence it is therefore deemed appropriate to re-classify the Authorized Equity Share Capital of the Company to accommodate the issue of Equity Shares as envisaged at Item no. 5 and for that purpose, the Capital Clause No. V of the Memorandum of Association of the Company is required to be suitably altered as set out at Item no. 3 of the accompanying Notice.

Further Article 4a of Articles of Association of the company is suitably altered as set out at Item no. 4

The provisions of the Companies Act, 2013 require the Company to seek the approval of the Members for reclassification of the Authorized Share Capital and for the Consequent Amendment to the capital clause of the Memorandum and Articles of Association of the Company.

The Current Authorized Share Capital of the Company is Rs. 60,00,00,000/- (Rupees Sixty Crores Only) divided in to 1,50,00,000 (One Crores Fifty Lakhs only) Equity Shares of Rs. 10/- (Rupees Ten Only) each aggregating to Rs. 15,00,00,000/- (Rupees Fifteen Crores Only), 30,00,000 (Thirty Lakhs Only) Redeemable Preference Shares of Rs. 10/- each aggregating to Rs. 3,00,00,000/- (Rupees Three Crores Only) (Convertible in to Equity Shares as per the terms of issue) and 4,20,00,000 (Four Crores Twenty Lakhs Only) 8% Redeemable Non- Convertible Non- Cumulative Preference Shares of Rs. 10/- each aggregating to Rs. 42,00,00,000/- (Rupees Forty-Two Crores Only). The Issued Subscribed and Paid up Capital of the Company is Rs. 40,17,04,000/- (Rupees Forty Crores Seventeen Lakhs Four Thousand only) divided into 1,35,70,400 Equity Shares of Rs. 10/- each aggregating to Rs.13,57,04,000/-and 2,66,00,000 Preference Shares of Rs.10/- each aggregating to Rs. 26,60,00,000/-.

Further, considering the proposed issue of Fully-paid Equity Shares, the Board of Directors considers that, the existing Authorized Share Capital of the Company is proposed to be reclassified to Rs. 60,00,00,000/- (Rupees Sixty Crores Only) divided in to 2,40,00,000 (Two Crores Forty Lakhs only) Equity Shares of Rs. 10/- (Rupees Ten Only) each aggregating to Rs. 24,00,00,000/- (Rupees Twenty-Four Crores Only) and 3,60,00,000 (Three Crores Sixty Lakhs Only) 8% Redeemable Non- Convertible Non- Cumulative Preference Shares of Rs. 10/- each aggregating to Rs. 36,00,00,000/- (Rupees Thirty-Six Crores Only)

Further, the reclassification of the Authorized Share Capital will have to be reflected in the Memorandum and Articles of Association of the Company.

The provisions of the Companies Act, 2013 require the Company to seek the approval of the Members for reclassification of the Authorized Share Capital and for the Consequent Amendment to the capital clause of the Memorandum of Association of the Company.

The Board of Directors accordingly recommends the resolutions set out at Item no. 3 and 4 of the accompanying Notice for the approval of the Members.

None of the Directors and Managers of the Company and Key Managerial Personnel and their relatives is concerned in any way or interested in the resolution.

Your Directors commend the resolutions at Item no. 3 for your approval as an Ordinary Resolutions and Item no. 4 as a Special Resolution.

Item no. 5

- A. In terms of section 102 of the Companies Act, 2013 and Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (“ICDR Regulations”) and any other applicable law, the Explanatory Statement set out all the material facts relating to the special business mentioned in the accompanying notice dated 27th November, 2020.**

The Company in order to meet its growth objectives and to strengthen its financial position is required to generate long term resources. The Board of Directors in its meeting held on Wednesday, the 11th day of November, 2020, discussed the future plans of the Company and its existing requirement for funds. In view of the foregoing, the Board considered

the best way to raise the funds required to finance the operations of the Company is by way of issuance of shares on the preferential basis. Based on the above discussions, the Board resolved to issue, offer and allot upto a maximum of 12,00,000 Equity Shares for cash on preferential basis to the Promoters category (Escort Finvest Private Limited -- CIN: - U65993CT1992PTC008268). The pricing of the Equity Shares to be allotted on preferential basis shall not be lower than the price determined in accordance with the SEBI (ICDR) Regulations, 2018.

Pursuant to provisions of Section 23, 42 and 62(1) (c) of Companies Act, 2013, any offer or issue of shares of the Company to persons other than the existing holders of the equity shares of a Company requires prior approval of the Shareholders in general meeting by way of a Special Resolution. The Listing Agreement executed by the Company with the Stock Exchanges also provide that the Company shall, in the first instance, offer all securities for subscription on proportionate basis to the Shareholders unless the Shareholders in a general meeting decide otherwise.

B. The details of the issue and other particulars as required in terms of Regulation 163(1) of SEBI (ICDR) Regulations, 2018 in relation to the resolution for the proposed preferential issue are given as under:

(i) The Objects of the Preferential Issue:

The funds to be raised from the proposed issue of Equity Shares will be utilized for a combination of part funding of the expenditure for expansion, support growth plans of the Company, working capital requirements, repayment of debts and preference share capital and general corporate purposes or any combination thereof and to pursue the main object of the company as stated in its Memorandum of Association (MOA). The issue and allotment of Shares by way of preferential allotment to the Promoters is by way of cash contribution.

(ii) The intention of the promoters / directors / key management persons to subscribe to the Preferential Issue:

The Company has received a letter of intent from the Promoter indicating its intention to subscribe to the proposed preferential issue. Except for the Promoter who will subscribe to the Equity Shares as part of the proposed preferential issue, none of the Directors or Key Managerial Personnel intends to subscribe to the proposed preferential issue

(iii) Pricing of Securities to be issued:

The issue of Equity Shares on preferential basis to the Promoters of the Company will be in such manner and on such price, terms and conditions as may be determined by the Board in accordance with the provisions of Chapter V of SEBI (ICDR) Regulations, 2018.

In terms of SEBI (ICDR) Regulations, 2018, the price per Equity Share for frequently traded shares shall not be lower than the price determined in accordance with the provisions of Chapter V of the SEBI (ICDR) Regulations, 2018 which shall be higher of the following:

- a. Average of the weekly high and low of the Volume Weighted Average prices of the Equity Shares of the Company quoted on the Stock Exchange, during the Twenty-Six weeks preceding the Relevant Date; or
- b. Average of the weekly high and low of the Volume Weighted Average prices of the Equity Shares of the Company quoted on the Stock Exchange, during the Two weeks preceding the Relevant Date.

As per Regulations 164(5) of SEBI (ICDR) Regulations, 2018 frequently traded shares mean the shares of an issuer, in which the traded turnover on any stock exchange during the twelve calendar months preceding the relevant date is at least ten percent of the total number of shares of such class of shares of the issuer.

As per the said definition, the total traded turnover of the company during the twelve calendar months preceding the relevant date is more than ten percent of the total number of shares of the Company. Accordingly, the shares are frequently traded.

The shares of the Company are listed on BSE Limited and National Stock Exchange of India Limited (NSE). For the purpose of computation of the price per Equity Share, the National Stock Exchange of India Limited (NSE) has the higher trading volume and the price per share works out to Rs. 97.72/-.

However, BSE Limited has the lower trading volume as compared to NSE's trading volume, but the price per Equity Share works out to Rs. 98.18/-.

The price of equity shares to be issued as per the valuation certificate obtained from CA Payal Gada (Membership No. 110424) proprietress M/s Payal Gada & Co. (Firm Regn. No. 148529W) having office at S-15, Sej Plaza, 2nd floor, Near Nutan School, Marve Road, Malad (W), Mumbai 400 064, Maharashtra an independent Chartered Accountant shall be Rs.97.72/- per Equity Share or the Minimum Price determined as on the relevant date in accordance with Chapter V of the SEBI (ICDR) Regulations, 2018 whichever is higher.

The Board of Directors has proposed to issue shares at a price of Rs.100/- (Rupees One Hundred) per Equity share.

The Equity Shares allotted pursuant to the above Resolution shall rank *pari-passu* in all respects with the existing Equity Shares of the Company.

(iv) Relevant Date:

The relevant date for the purpose of issue of Equity Shares as per Chapter V of the SEBI (ICDR) Regulations, 2018, as amended up to date for the purpose of determination of the applicable price of equity shares is Monday, the 23rd November, 2020 being the date, which is 30 days prior to the date of the Annual General Meeting i.e. Wednesday, the 23rd day of December 2020, and other relevant provisions of the Companies Act, 2013, to consider the proposed issue.

(v) Particulars of Subscribers to Equity Shares

The Company proposes to issue Equity Shares by way of preferential issue to the Promoters for cash as per the details given herein below:

Name of the Proposed subscriber	Pre-Preferential Issue		New Allotment	% of Holding (considering Equity Shares issued through this Notice)	
	No. of Shares held	% of Holding	No. of Shares	No of shares held and shares issued through this notice	% of Holding
Escort Finvest Private Limited	0	0	12,00,000	12,00,000	8.12
Total	0	0	12,00,000	12,00,000	8.12

(vi) Identity of the natural persons who are the ultimate beneficial owners of the shares proposed to be allotted and/or who ultimately control the proposed attottee, the percentage of post preferential issue capital that may be held by them:

- The Shareholders and Directors who are the ultimate beneficial owners of the shares proposed to be issued to the Company, the details of which are as under.

Name of the Company	Name of the Shareholders	Name of the Directors
Escort Finvest Private Limited	Mr. Ramanand Agrawal	Mr. Rajesh Agrawal
	M/s Callidora Traders Private Limited	Mrs. Rekha Agrawal.
M/s Callidora Traders Private Limited	Mr. Rajesh Agrawal,	Mr. Ramanand Agrawal
	Mrs. Rekha Agrawal	Mrs. Rekha Agrawal.
	Rajesh Agrawal (HUF)	

- The Kartas and natural persons who are the ultimate beneficial owners (coparceners) of the HUF's, the details of which are as under.

Name of the HUF	Karta of HUF	Beneficial Owners(coparcener)
Rajesh Agrawal (HUF)	Rajesh Agrawal	Rekha Agrawal Aanchal Agrawal Abhishek Agrawal

- Escort Finvest Private Limited is an existing Promoter Group Company who hold NIL shares in the Company.

(vii) Shareholding Pattern Pre and Post Preferential Issue:

Table	A		B	
	Pre-Allotment		% of Holding (considering Equity Shares issued through this Notice)	
Category of Shareholders	Total No. of Shares	% of Total Voting Rights	Total No. of shares (*)	% of Total Voting Rights
Promoters/Promoters' Group	92,00,505	67.80	1,04,00,505	70.41
Sub- Total (A)	92,00,505	67.80	1,04,00,505	70.41
Non promoters				
Foreign Institutional Investors/FPI	155	0.00	155	0.00
Bodies Corporate	5,04,371	3.72	5,04,371	3.41
Non-Resident Indians / Overseas Corporate bodies	20,339	0.15	20,339	0.14
Individual / HUF – Public	35,74,414	26.34	35,74,414	24.20
Others – Clearing Members	5,316	0.04	5,316	0.04
Others – IEPF	2,65,300	1.95	2,65,300	1.80
Sub-total (B)	43,69,895	32.20	43,69,895	29.59
Total (A+B)	1,35,70,400	100	1,47,70,400	100

(viii) Change in Management:

There shall be no change in the management or control of the Company pursuant to the issue of the Equity Shares.

(ix) Lock in of Equity Shares:

The Equity shares to be allotted to the Promoters on a preferential basis as set out in the resolution shall be locked in as per the requirements of SEBI (ICDR) Regulations 2018 as amended from time to time.

(x) Proposed time within which the allotment shall be completed:

As required under the SEBI (ICDR) Regulations, 2018, the Equity Shares shall be issued and allotted by the Company to the Proposed Allottee in dematerialized form within a period of 15 (Fifteen) days from the date of receipt of Members' approval, provided that, where the issue and allotment of the said Shares is pending on account of pendency of any approval by any Regulatory Authority (including but not limited to the BSE Limited, National Stock Exchange of India Limited (NSE) and/or SEBI), MCA or the Government of India, the issue and allotment shall be completed within a period of 15 (Fifteen) days from the date of receipt of last of such approvals.

(xi) No. of persons to whom allotment on Preferential Basis has already been made during the year, in terms of Number of Securities as well as Price:

The Company has not made any preferential allotment during the period from 01st April, 2020 till the date of this Notice. However, the Company will ensure that the number of persons to whom allotment on preferential basis will be made during the financial year 2020-21 will not exceed the limit specified in the Act and Rules made thereunder.

(xii) The Company hereby undertakes that:

- a) It would re-compute the price of the Securities specified above in terms of the provisions of the SEBI (ICDR) Regulations, 2018 where it is required to do so.
- b) If the amount payable on account of re-computation of price is not paid within the time stipulated in the SEBI (ICDR) Regulations, 2018, the above specified securities shall continue to be locked in till the time such amount is paid by allottees.

(xiii) Disclosure pertaining to willful defaulters:

Neither the Company nor any of its Promoters or Directors is willful defaulter and hence disclosures as specified in Schedule VI of the ICDR Regulations are not applicable.

(xiv) Others:

The certificate from M/s KPRK & Associates, Chartered Accountants, the statutory Auditor of the company to the effect that the present preferential issue is being made in accordance with the requirements contained in Chapter V of the SEBI (ICDR) Regulations, 2018 shall be open for inspection at the Registered Office of the Company during office hours on all working days, except Saturday and Sunday and other holidays, between 11:00 a.m. and 1:00 p.m. up to the last date of the Annual General Meeting i.e. Wednesday, the 23rd December, 2020.

As it is proposed to issue Equity shares on preferential basis, special resolution is required to be approved by members pursuant to the provisions of Section 62 of the Companies Act, 2013 and Chapter V of the SEBI (ICDR) Regulations, 2018 and other applicable provisions (if any).

The Board of Directors of the Company believes that the proposed Preferential Issue is in the best interest of the Company and its Members. The Board, therefore, recommends the Resolution(s) at Item No. 5 of the accompanying Notice for the approval of Members.

None of the Directors except Mr. Rajesh Agrawal and Mrs. Rekha Agrawal and their relatives and Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the proposed Special Resolution as set out at Item No. 5 of the Notice, except to the extent of their Shareholding, if any, in the Company.

Your Directors commend the resolution for your approval as a Special Resolution.

Item no.6

The members of the Company had, at their Annual General Meeting (AGM) held on 26th September, 2015 re-appointed Mr. Rajesh Agrawal as Managing Director of the Company for a period of five years with effect from 1st October, 2015 and approved his remuneration under the relevant provisions of the Companies Act, 2013. Subsequently, approval of the members was also sought by way of special resolutions passed in the AGM held on

29th September, 2017 to the payment of minimum remuneration to him in accordance with the provisions of Section II (B) of part II of Schedule V of the Companies Act, 2013 amended on 12th September, 2016 in the event of absence or inadequacy of profits in any financial year from 1st April, 2017 to 31st March, 2020. The present tenure of Mr. Rajesh Agrawal is up to 1st October, 2020. Keeping in view his vast experience, role and responsibilities, leadership capabilities, entrepreneurship skills, and contribution in the performance of the Company, the Board of Directors of the Company at their meeting held on 10th October, 2020 have, on the recommendation of the Nomination and Remuneration Committee, and subject to the approval of the shareholders by way of a special resolution and such other approvals as may be required, re-appointed Mr Rajesh Agrawal as Managing Director of the Company for a further period of five years with effect from October 1, 2020 on the remuneration and terms and conditions set out below:-

I. Remuneration

1. Salary including Perquisites: Rs. 6,00,000/- (Rupees Six Lakhs only) per month

II. Overall Remuneration The aggregate of salary including perquisites in any financial year shall not exceed the limits prescribed under Section 197 and other applicable provisions of the Act read with Schedule V to the said Act, as may, for the time being, be in force.

III. Minimum Remuneration: Notwithstanding anything to the contrary contained herein, in the event of absence or inadequacy of profits in any financial year during the term of office of Mr Rajesh Agrawal as Managing Director, the Company will, subject to applicable laws, pay him the remuneration and perquisites as mentioned above with such increments/ revision as may be approved from time to time as the Minimum Remuneration in accordance with Schedule V and other applicable provision of the Act.

Mr Rajesh Agrawal will not be paid any sitting fees for attending the meetings of the Board of Directors or Committees thereof.

Mr Rajesh Agrawal, being eligible, offers himself for re-appointment.

A brief resume of Mr Rajesh Agrawal is annexed to this notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives, except Mr. Rajesh Agrawal & Mrs. Rekha Agrawal Director, who are related to each other, are concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 6 except to the extent of their shareholding interest, if any, in the Company.

Item no. 7

The Members of the Company at the Annual General Meeting held on 30th September, 2014 had approved the appointment of Mrs. Rekha Agrawal from Additional Executive Director to Executive Director and the remuneration payable to Mrs. Rekha Agrawal. Subsequently, approval of the members was also sought by way of special resolutions passed in the AGM held on 29th September, 2017 for the payment of minimum remuneration to her in accordance with the provisions of Section II (B) of part II of Schedule V of the Companies Act, 2013 amended on 12th September, 2016 in the event of absence or inadequacy of profits in any financial year from 1st April, 2017 to 31st March, 2020.

Keeping in view her experience, role and responsibilities, leadership capabilities, entrepreneurship skills, and contribution in the performance of the Company, pursuant to Section II (B) of part II of Schedule V of the Companies Act, 2013 amended on 12th September, 2016, the Board of Directors of the Company at their meeting held on 10th October, 2020 have on the recommendation of the Nomination and Remuneration Committee, and subject to the approval of the shareholders by way of a special resolution and such other approvals as may be required, approved for paying up to Rs. 3,00,000 per month as a minimum remuneration in case of inadequate profits in the Company for the year 2020-21 and further two consecutive years.

None of the Directors or Key Managerial Personnel of the Company or their relatives, except Mrs. Rekha Agrawal & Mr. Rajesh Agrawal Managing Director, who are related to each other, are concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 7 except to the extent of their shareholding interest, if any, in the Company.

Item no. 8

The Members of the Company at the Annual General Meeting held on 29th September, 2017 had approved the appointment of Mr. Suresh Raman from Additional Executive Director to Executive Director, approval of the members was also sought by way of special resolutions passed in the AGM for the payment of minimum remuneration to him in accordance with the provisions of Section II (B) of part II of Schedule V of the Companies Act, 2013 amended on 12th September, 2016 in the event of absence or inadequacy of profits in any financial year from 1st April, 2017 to 31st March, 2020.

Keeping in view his experience, role and responsibilities, leadership capabilities, entrepreneurship skills, and contribution in the performance of the Company, pursuant to Section II (B) of part II of Schedule V of the Companies Act, 2013 amended on 12th September, 2016, the Board of Directors of the Company at their meeting held on 10th October, 2020 have on the recommendation of the Nomination and Remuneration Committee, and subject to the approval of the shareholders by way of a special resolution and such other approvals as may be required, approved for paying up to Rs. 44,000 per month as a minimum remuneration in case of inadequate profits in the Company for the year 2020-21 and further two consecutive years.

None of the Directors or Key Managerial Personnel of the Company or their relatives, except Mr. Suresh Raman is concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 8.

The performance of the Company is expected to improve further in the coming years. However, in view of adverse market conditions, it may incur losses due to uncontrollable reasons, resulting in inadequate profits in some years to pay managerial remuneration. In such an event, Mr Rajesh Agrawal, Mrs. Rekha Agrawal & Mr. Suresh Raman may be entitled to minimum remuneration.

Accordingly, the statement as required under Section II, Part II of the Schedule V to the Act with reference to Special Resolution at Item No.6, 7 & 8 is given below:

The approval of the shareholders is sought by way of a special resolution to the re-appointment of Mr. Rajesh Agrawal as Managing Director of the Company and payment of minimum remuneration to Mr Rajesh Agrawal, Mrs. Rekha Agrawal & Mr. Suresh Raman in accordance with the relevant provisions of the Act read with Schedule V thereto. The Board commends the passing of Special Resolution at Item no.6, 7 & 8 of the Notice.

The Information as required under Section II of Part II of Schedule V of the Companies Act, 2013:

I. General Information:

1. Nature of Industry: Steel Manufacturing Industry
2. Date or expected date of commencement of commercial production: Rajesh Strips Private Limited was incorporated on 1988. Subsequently, the Company got converted to Public Company in 1990 and in the year 2009 the name of Rajesh Strips Limited changed to Mahamaya Steel Industries Limited
3. In case of new companies expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus: NA

4. Financial Performance based on given indicators:

Particulars	2019-20	2018-19
Turnover	3577518383	4651706363
Total Revenue	3538758554	4672889960
Profit Before Tax	32509431	61035385
Profit after Tax	32509431	61035385

5. Foreign investments or collaborations, if any: The Company has not made any Foreign Investments and neither entered in to any collaboration during the financial year.

II. Information about the Appointee

Mr. Rajesh Agrawal

Mr. Rajesh Agrawal, aged 48 years holds a Bachelor degree of Commerce. Mr. Rajesh Agrawal is having more than 22 years of experience in the field of production, marketing, banking, administrative work in steel industries. He is graduate and having vast experience in the field of manufacturing of steel structural. He is having a very good knowledge of technical aspects of projects and looking after ongoing projects and expansions. He, likewise his father, is also marking his presence in several business and social committees and groups and has been a catalyst to several new activities of the business arena.

Mr. Suresh Raman

Mr. Suresh Raman, aged 49 years holds a Bachelor degree of Commerce. Mr. Suresh Raman is having more than 18 years of experience in the field of Finance and Administration in Steel Industry.

Recognition or Awards: NA

Job Profile and Suitability:

Mr. Rajesh Agrawal

Mr. Rajesh Agrawal is having more than 22 years of experience in Steel Manufacturing. He is graduate and having vast experience in the field of manufacturing of steel structural. He is having a very good knowledge of technical aspects of projects and looking after ongoing projects and expansions. He, likewise his father, is also marking his presence in several business and social committees and groups and has been a catalyst to several new activities of the business arena.

Mrs. Rekha Agrawal

Mrs. Rekha Agrawal is having more than 16 years of experience in the field of General Administration.

Mr. Suresh Raman

Mr. Suresh Raman is having more than 21 years of experience in the field of Finance and Administration in Steel Industry.

Remuneration Proposed:

Mr. Rajesh Agrawal	-	Rs.	6,00,000 pm
Mrs. Rekha Agrawal	-	Rs.	3,00,000 pm
Mr. Suresh Raman	-	Rs.	44,000 pm

Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person:

Taking in to consideration the size of the Company, the profile, knowledge, skills and responsibilities shouldered by Mr. Rajesh Agrawal, Mrs. Rekha Agrawal & Mr. Suresh Raman, the remuneration proposed to be paid is commensurate with the remuneration packages paid to their similar counterparts in other Companies.

Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel:

Beside their proposed remuneration and except the transactions as mentioned under the heading Related Party Transactions in the Notes to the Accounts, the appointees do not have any pecuniary relation with the managerial persons.

III. Other Information:

- (1) Reasons of loss or inadequate Profits: Due to lack of demand of Steel Products in the infrastructure, railway and power sector due to lack of development and liquidity crunch in these sectors there has been a low demand of company's products.

- (2) Steps taken or proposed to be taken for improvement and expected increase in productivity and profits in measurable terms: The Company is forecasting a good demand in its products and is also planning to diversify their business which will eventually help increasing the production level of the Company thereby increasing profits.

IV. Disclosures:

The information and disclosures of the remuneration package of the managerial personnel have been mentioned in the Annual Report in the Corporate Governance Report under the heading "Details of remuneration paid to the Directors of the Company" for the year ended March 31, 2020.

Item no. 9

The Board of Directors of the Company, on the recommendation of the Audit Committee, at its meeting held on 30th June, 2020, has considered and approved the appointment of M/s Sanat Joshi & Associates, Cost Accountants (Firm Registration no. 000506), Cost Auditors of the Company, for the financial year 2019-20 at a remuneration of Rs. 35,000/- (Rupees Thirty-Five Thousand Only) including out of pocket expenses if any plus GST as applicable.

Pursuant to Section 148(3) of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration, as approved by the Board of Directors of the Company on the recommendation of the Audit Committee, is required to be subsequently ratified by the Members of the Company.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested financially or otherwise in this resolution.

The Directors therefore, recommend the Ordinary Resolution for approval of the shareholders.

Item no. 10

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate or as and when required.

Pursuant to the provisions of section 186(3) of the Companies Act, 2013 and rules made there under, the Company needs to obtain prior approval of shareholders / members by way of special resolution passed at the General Meeting in case the amount of investment, loan, guarantee or security proposed to be made is more than the higher of sixty percent of the paid up share capital, free reserves and securities premium account or one hundred percent of free reserves and securities premium account.

Accordingly, the Board of Directors of the Company proposes to obtain approval of shareholders by way of special resolution as contained in the notice for an amount not exceeding Rs. 70,00,00,000 (Rupees Seventy Crores Only) outstanding at any time notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section 186 of the Companies Act, 2013.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested financially or otherwise in this resolution.

The Directors therefore, recommend the Special Resolution for approval of the shareholders.

Item no. 11

Section 188 of the Companies Act, 2013 read with Rule 15 of Companies (Meetings of Board Pursuant to Regulation 23 of SEBI (LODR) Regulations, 2015 all material related party transactions shall require approval of the shareholders through resolution and the related parties shall abstain from voting on such resolution whether the entity is a related party to the particular transactions or not.

Thus Approval is required from the Shareholders for the following Contracts/transactions to be entered in to with Abhishek Steel Industries Limited, Shree Shyam Sponge & Power Limited, Devi Iron & Power Private Limited, and Rajesh Agrawal HUF (Related Parties).

(A) Sale, Purchase & Services to be received from Abhishek Steel Industries Limited (Limit of Rs. 250 Crore from 30th September, 2020 till 30th September, 2021)

- 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. 250 Crore from 30th September, 2020 till 30th September, 2021)

- 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 30th September, 2020 till 30th September, 2021)

- 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. 20 Crore 30th September, 2020 till 30th September, 2021)

Transportation Services to be received from Rajesh Agrawal HUF

The Particulars of the transaction pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014 read with Section 188 of the Companies Act, 2013 are as under:

Related Party transaction with Abhishek Steel Industries Limited

- 1) Name of the Related Party: Abhishek Steel Industries Limited.
- 2) Name of the Director or Key Managerial Personnel who is related: Mr. Rajesh Agrawal, Managing Director and Mrs. Rekha Agrawal, Director.
- 3) Nature of Relationship: Mr. Rajesh Agrawal and Mrs. Rekha Agrawal are common Directors and shareholders in Abhishek Steel Industries Limited and the Company.

Relative

Mr. Ramanand Agrawal(relative of Mr. Rajesh Agrawal and Mrs. Rekha Agrawal) is Director in Abhishek Steel Industries Limited and common shareholder in Abhishek Steel Industries Limited and the Company.

- 4) Nature, Material terms, Monetary Value and particulars of the Contract or arrangement: All the Contracts/transactions are at best negotiated terms/market price.
- 5) Any other information relevant or important for the members to take decision on the proposed resolution – None.

Related Party transaction with Devi Iron & Power Private Limited

- 1) Name of the Related Party: Devi Iron & Power Private Limited.
- 2) Name of the Director or Key Managerial Personnel who is related: Mr. Rajesh Agrawal, Managing Director and Mrs. Rekha Agrawal, Director.
- 3) Nature of Relationship: Mr. Rajesh Agrawal is common director and shareholder in both the Companies, Mrs Rekha Agrawal is common shareholder in Devi Iron & Power Private Limited and the Company.

Relative

Mr. Ramanand Agrawal (relative of Mr. Rajesh Agrawal and Mrs. Rekha Agrawal) is Director in Devi Iron & Power Private Limited and common shareholder in Devi Iron & Power Private Limited and the Company.

- 4) Nature, Material terms, Monetary Value and particulars of the Contract or arrangement: All the Contracts/transactions are at best negotiated terms/market price.

- 5) Any other information relevant or important for the members to take decision on the proposed resolution – None.

Related Party transaction with Shree Shyam Sponge & Power Limited

- 1) Name of the Related Party: Shree Shyam Sponge & Power Limited.
- 2) Name of the Director or Key Managerial Personnel who is related: Mr. Rajesh Agrawal, Managing Director and Mrs. Rekha Agrawal, Director.
- 3) Nature of Relationship: Mr. Rajesh Agrawal and Mrs Rekha Agrawal are common shareholder in Shree Shyam Sponge & Power Limited and the Company.

Relative

Mr. Ramanand Agrawal (relative of Mr. Rajesh Agrawal and Mrs. Rekha Agrawal) is common shareholder in Shree Shyam Sponge & Power Limited and the Company.

- 4) Nature, Material terms, Monetary Value and particulars of the Contract or arrangement: All the Contracts/transactions are at best negotiated terms/market price.
- 5) Any other information relevant or important for the members to take decision on the proposed resolution – None.

Related Party transaction with Rajesh Agrawal HUF

- 1) Name of the Related Party: Rajesh Agrawal HUF.
- 2) Name of the Director or Key Managerial Personnel who is related: Mr. Rajesh Agrawal, Managing Director and Mrs. Rekha Agrawal, Director.
- 3) Nature of Relationship: Mr. Rajesh Agrawal is Director of the Company is Karta of Rajesh Agrawal HUF and Mrs Rekha Agrawal relative of Mr. Rajesh Agrawal.
- 4) Nature, Material terms, Monetary Value and particulars of the Contract or arrangement: All the Contracts/transactions are at best negotiated terms/market price.
- 5) Any other information relevant or important for the members to take decision on the proposed resolution – None.

None of the Directors other than those mentioned herein above and Key Managerial Personnel of the Company or their relatives are concerned or interested in the resolution.

The Board, therefore recommends the Special Resolution set out in Item No.11.

Item no. 12

In order to make the main object clause of the Memorandum of Association (MOA) comprehensive and to include other activities to be undertaken by Company i.e. Import, Export, Consultancy Trading, it is proposed to include additional objects in the main object clause of the Memorandum of Association of the Company. The principal business of the Company at present is of Steel Manufacturing and looking to unfavorable business conditions, the Board feels that Company should widen its activities by undertaking activities in new sectors as stated in the above resolution. To enable the Company to commence the aforesaid business, it is proposed to amend the Main Objects under the Objects Clause of the Memorandum of Association of the Company as stated in the Resolution in the annexed notice. The above amendment would be subject to the approval of the Statutory or Regulatory Authority, as may be necessary. The Board at its meeting held on 27th November, 2020 has approved alteration of the object clause of MOA of the Company and the Board now seeks Members' approval for the same. The proposed change of object clause requires the approval of shareholders through Special Resolution pursuant to the provisions of Section 13 of the Companies Act, 2013. A copy of the amended MOA of the Company would be available for inspection for the Members at the Registered Office of the Company during the period beginning twenty four hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested financially or otherwise in this resolution.

The Board recommends the Special Resolution set forth in Item No. 12 of the Notice for approval of the Members.

Place: Raipur
Date: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

Details of Director seeking re-appointment

Disclosure required under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard – 2 in respect of Directors seeking reappointment:

Name of the Director	Mr. Suresh Raman	Mr. Rajesh Agrawal
Director Identification Number (DIN)	07562480	00806417
Nature of Directorship	Executive Non-Independent Director	Managing Director
Date of Birth / Age	20.04.1968, 52 years	04.06.1972, 48 years
Nationality	Indian	Indian
Date of first appointment on Board	02.08.2016	15.05.2004
Qualification	B.com	B.com
Nature of Expertise	Having an experience of more than 21 years in the field of Finance & Administration in Steel Industry.	He has been on the Board of Directors of the Company from 15.05.2004 and providing his strategic and general management expertise to the Company. Having an experience of more than 22 years in Steel Manufacturing.
Terms and conditions of appointment/re-appointment	Executive Non-Independent, liable to retire by rotation.	Executive Managing Director for a period of 5 years not liable to retire by rotation.
Remuneration last drawn (2019-20)	As mentioned in the Corporate Governance Report (forming part of Annual Report 2019-20)	
Number of Meetings of the Board attended during the year (i e F.Y. 2018-19)	12 out of 12 Board meetings, the details of the same, is morefully described in the Corporate Governance Report which forms part of the Annual Report	12 out of 12 Board meetings, the details of the same, is morefully described in the Corporate Governance Report which forms part of the Annual Report
*Directorships held in other Public Companies	NIL	Abhishek Steel Industries Limited
**Memberships/Chairmanships of Committees in other Public Company/ies	NIL	NIL
No. of Shares held in the Company	NIL	NIL
Relationship with other Directors & KMP of the Company	NIL	Mr. Rajesh Agrawal and Mrs. Rekha Agrawal are related to each other.

* Directorships in Private Limited Companies are excluded.

** Membership and Chairmanship of only Audit Committees and Stakeholders' Relationship Committees have been included in the aforesaid table.

DIRECTORS' REPORT

To,
The Members of
Mahamaya Steel Industries Limited

Your Directors have pleasure in presenting the 32nd Annual Report together with audited accounts of your Company for the year ended 31st March, 2020.

1. FINANCIAL RESULTS

Particulars	Standalone		(Rs. In Lakhs) Consolidated	
	2019-20	2018-19	2019-20	2018-19
Revenue from Operations	35775.18	46517.06	35775.18	46517.06
Other Income	62.40	211.84	62.40	211.84
Total Revenue	35837.59	46728.90	35837.59	46728.90
Profit/Loss before Finance Cost, Depreciation & Amortization Expense and Tax	1640.03	1028.72	1640.03	1028.72
Finance Cost	906.63	1118.62	906.63	1118.62
Profit/(Loss) before Depreciation & Tax	733.40	1355.51	733.40	1355.51
Depreciation	609.96	632.81	609.96	632.81
Profit/(Loss) before Tax & Exceptional Items	123.44	722.70	123.44	722.70
Add: Exceptional Items	0.00	(1.49)	0.00	(1.49)
Profit/(Loss) before Tax	123.44	721.20	123.44	721.20
Share of Profit/(loss) of Associates	-	-	(83.59)	(24.59)
Provision for Tax				
Less: Current Tax	147.00	148.00	147.00	148.00
Deferred Tax	(348.66)	(37.15)	(348.66)	(37.15)
Net Profit / (Loss) after Tax	325.09	610.35	241.50	585.76
Other Comprehensive Income	8.94	5.00	8.94	5.00
Total Comprehensive Income	334.03	615.35	250.44	590.76
Face Value per Equity	10	10	10	10
Earnings Per Share (in Rs.)				
Basic	2.40	4.50	1.78	4.32
Diluted	2.40	4.50	1.78	4.32

2. RESULTS OF OPERATION AND STATE OF COMPANY'S AFFAIRS

The total income of the Company was Rs. 35837.59 Lakhs during the year as against Rs. 46728.90 Lakhs in the previous year. The Company has reported net profit of Rs. 325.09 Lakhs during the year under review as against Profit of RS. 610.35 Lakhs in the previous year.

The Company, in order to meet its growth objectives and to strengthen its financial position, is required to generate long term resources by issuing Equity Shares. The Board of Directors thus proposed to issue and allot Equity Shares by way of preferential allotment to the Promoters and to re-classify the Authorized Equity Share Capital of the Company to accommodate the issue of Equity Shares subject to the approval of shareholders in the ensuing Annual General Meeting.

In order to make the main object clause of the Memorandum of Association (MOA) comprehensive and to include other activities to be undertaken by Company i.e. Import, Export,

Consultancy Trading, the Board proposed to include additional objects in the main object clause of the Memorandum of Association of the Company subject to the approval of shareholders in the ensuing Annual General Meeting.

3. IMPACT OF COVID-19

The country witnessed lockdown being implemented in India in the month of March 2020. There were also restrictions of varying extent across larger part of the world, due to the COVID-19 pandemic. The Company's manufacturing facilities remained shut from 23rd March, 2020 due to lockdown and partially reopened w.e.f. 24th May, 2020, which has impacted its operations during April and May 2020. Some of the Company's pending orders were on hold as per requirement of buyers. However, upon opening of factories we were in process of dispatch of our finished products and has restarted operations considering order book and available workforce adhering to the safety norms prescribed by government of India.

The Company is taking utmost care of its staff and workforce like sanitization, social distancing, mandatory mask wearing, thermal check at the gate, maintaining proper hygiene. Supply Chain is being monitored to ensure availability of material. We have taken cash flow, capital expenditure and overhead control measures to smoothly manage our operations.

Availability of labor has become a larger challenge while the current customer sentiments and the reverse migration of the migrant workforce pose challenges, the Company is more confident that the demand situation will pick up progressively.

The Company's capital and Banking facilities remain intact.

In the prevailing COVID-19 situation the company's revenue for the first & second quarter of FY 2020-21 is impacted. As the business situation is very fluctuating, the Company is closely monitoring it and hope the same could be normalize from 3rd quarter.

There were some liquidity issues as there was delay in realization receivables. However, it is being tried to be handled as much as possible by following the strict cash flow management practice.

The Company is well positioned to fulfill its obligations and also does not foresee any significant impact on the business due to non-fulfillment of the obligations by any party.

4. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the company which have occurred between the end of Financial Year 2019-20 and the date of this report.

5. DIVIDEND & RESERVES

The Directors have decided to conserve the resources in long run, as a result, the Directors do not recommend any Dividend on Equity Shares for the financial year ended 31st March, 2020.

During the year under review, no transfer is proposed to the General Reserve. An amount of Rs. 334.03 Lakhs is proposed to be retained as Surplus in the Statement of Profit and Loss.

6. REDEMPTION OF PREFERENCE SHARES

During the year under review 8,82,500 8% Redeemable Non Convertible Non-Cumulative Preference Shares were redeemed at a premium in accordance with the terms of issue aggregating to Rs. 1,76,50,000 being the redemption of first tranche & 22,00,000 8% Redeemable Non-Convertible Non Cumulative Preference Shares were redeemed in accordance with the terms of issue aggregating to Rs. 2,20,00,000 being the redemption of second tranche.

7. SHARE CAPITAL

During the financial year under review, there is change in the debt component of Share Capital due to redemption of 30,82,500 8% Redeemable Non Convertible Non Cumulative Preference Shares. Further there is no change in Equity Component of Share Capital.

8. CHANGE IN THE NATURE OF BUSINESS

During the year under review, there are no changes in the nature of the business of the Company.

9. SUBSIDIARIES, ASSOCIATE AND JOINT VENTURE COMPANIES & CONSOLIDATED FINANCIAL STATEMENTS

As on 31st March, 2020 the company have one associate M/s Abhishek Steel Industries Limited, and do not have any subsidiary and Joint Venture Companies. During the year under review, no other Company became or ceased to become Subsidiary, Joint Venture or Associate Company. As per Regulation 33 of the Securities and Exchange Board Regulations, 2015 (hereinafter referred to as "Listing Regulations") and Section 129(3) of the Companies Act, 2013 read with the Rules issued thereunder, the Consolidated Financial Statements of the Company for the Financial Year 2019-20 have been prepared in compliance with applicable accounting standards and on the basis of audited financial statement of the Company, its associate Company, as approved by the respective Board of Directors.

The Consolidated Financial Statements together with the Auditors' Report form part of this Annual Report.

Further a statement containing the salient features of the financial statement of our associate in the prescribed format AOC-1 is appended as Annexure-A to the Director's Report.

The audited financial statements, including the consolidated financial statements and related information of the Company and audited accounts of each of its associates are available on our website www.mahamayagroup.in. These documents will also be available for inspection during business hours at registered office of the Company.

10. SEGMENT REPORTING

The Company is engaged in the Steel Structural business only and therefore there is only one reportable segment in accordance with the Indian Accounting Standard (Ind AS) 108 Operating Segments.

11. QUALITY

Your Company has continued emphasis on Research & Development. A dedicated Quality Assurance ("QA") team is monitoring product quality. Your Company strives to be industry leader by adopting modern technology.

12. INSURANCE

All assets of the Company, including Building, Plant & Machinery, Stocks etc., wherever necessary and to the extent required, have been adequately insured.

13. INTERNAL FINANCIAL CONTROLS

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. During the year under review, no material or serious observation has been received from the Statutory Auditors and the Internal Auditors of the Company on the inefficiency or inadequacy of such controls.

14. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards i.e. SS-1 and SS-2, relating to Meetings of the Board of Directors and General Meetings, respectively, have been duly followed by the Company.

15. PARTICULARS OF CONTRACTS AND ARRANGEMENTSWITH RELATED PARTY

All related party transactions, contracts or arrangements that were entered into, during the financial year under review, were on an arms-length basis and in the ordinary course of business. The Company has adhered to its "Policy on Related Party Transactions and Materiality of Related Party Transactions" while pursuing all Related Party transactions.

Further, during the year, the Company had entered into contract/ arrangement / transaction with related parties which are material in accordance with SEBI LODR Regulations and with the policy of the Company on materiality of related party transactions, for that prior approval was taken in the last AGM via Special Resolution.

Information on transactions with related parties pursuant to section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Annexure-B in Form AOC-2 and the same forms part of this report.

Further The Company has put up a Special Resolution in the Notice of the ensuing AGM for the Shareholder's approval in order to enter in to transaction with related parties which may result in material transaction in terms of SEBI LODR Regulations and with the policy of the Company on materiality of related party transactions.

16. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Particulars of Loans, Guarantees and Investments covered under section 186 of the Companies Act, 2013 form part of the notes to the Financial Statements provided in this Annual Report.

17. PARTICULARS OF EMPLOYEES AND RELATEDDISCLOSURES

The Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are enclosed with this report as Annexure-C.

The Statement of particulars of employees under Section 197(12) read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014 is not provided with as during the financial year under review, no employee of the Company including Managing Director was in receipt of remuneration in excess of the limits set out in the said rules.

18. REPORT ON CORPORATE GOVERNANCE & MANAGEMENT DISCUSSION & ANALYSIS

Pursuant to Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Company has taken adequate steps to ensure that all mandatory provisions of Corporate Governance as prescribed under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are complied with, a separate section titled Report on Corporate Governance together with a Certificate from the Practicing Company Secretary forms part of this Report.

A detailed Management Discussion & Analysis forms part of this Report.

19. MEETINGS

Board Meetings

During the year, Twelve Board Meetings were convened and held the details of which are given in the Corporate Governance Report. The maximum interval between any two meetings did not exceed 120 days, as prescribed in the Companies Act, 2013.

Committee Meetings

During the year Ten Audit Committee Meetings, Four Nomination & Remuneration Committee Meetings, Five Stakeholders Relationship Committee Meetings & Two Corporate Social Responsibility Committee Meetings were convened and held the details of which are given in the Corporate Governance Report.

The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Meeting of Independent Directors

During the year under review, the Independent Directors met on 2nd March, 2020, inter alia, to:

- a) Review the performance of Non Independent Directors, and the Board of Directors as a whole.
- b) Review the performance of the Managing Director of the Company, taking into account the views of the Executive and Non Executive Directors.
- c) Assess the quality, content and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at this meeting. The observations made by the Independent Directors have been adopted and put into force.

20. DECLARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declarations from each Independent Directors under section 149(7) of the Companies Act, 2013 and Regulation 25(8) of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 stating that he/she meets the criteria of Independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015.

21. BOARD EVALUATION

Pursuant to the corporate governance requirements as prescribed in the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015, the Board of Directors has carried out an annual evaluation of its own performance, Board Committees and of individual directors. In a separate meeting of independent directors, performance of non-independent directors, performance of the Board as a whole, performance of the Committee(s) of the Board and performance of the Managing Director was evaluated, taking into account the views of other directors. Performance evaluation of independent directors was done by the entire Board, excluding the independent director being evaluated.

22. FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS

In compliance with the requirements of SEBI Regulations, the Company has put in place a familiarization programme for the Independent Directors to familiarize them with their role, rights and responsibility as Directors, the working of the Company, nature of the industry in which the Company operates, business model etc. The details of such familiarization programme can be accessed on the Company's website at www.mahamayagroup.in.

23. POLICIES

In accordance with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Companies Act, 2013 the Company has formulated and implemented the following policies. All the Policies are available on Company's website (www.mahamayagroup.in) under the heading "Policies". The policies are reviewed periodically by the Board and updated based on need and requirements.

Whistle Blower & Vigil Mechanism Policy

In pursuant to regulation 9A(6) of SEBI (Prohibition of Insider Trading) Regulations, 2015 the Company has revised Whistle Blower Policy to include in its scope any instances related to Insider Trading and has also provided access to the employees of the Company to report the instances of leak of Unpublished Price Sensitive Information or suspected leak of Unpublished Price Sensitive Information. The Company has established Vigil Mechanism for the directors and employees of the Company to report, serious and genuine unethical behavior, actual or suspected fraud and violation of the Company's code of conduct or ethics policy. It also provides adequate safeguards against victimization of persons, who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. None of the employees of the Company has been denied access to the Audit Committee.

Mrs. Jaswinder Kaur Mission Company Secretary and Compliance Officer of the Company, has been designated as Vigilance and Ethics Officer for various matters related to Vigil Mechanism.

Policy for Related Party Transactions

In pursuant to SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the Company has revised the Policy on Related Party Transactions. The policy regulates all transactions taking place between the Company and its related parties in accordance with the applicable provisions.

Code of conduct for Director(s) and Senior Management Personnel

The Company has adopted a Code of Conduct for the Senior Management Personnel, Directors (executive / non-executive) including a code of conduct for Independent Directors which suitably incorporates the duties of Independent Directors as laid down in the Act.

Risk Management Policy

The Risk Management policy is formulated and implemented by the Company in compliance with the provisions of the new Companies Act, 2013. The policy helps to identify the various elements of risks faced by the Company, which in the opinion of the Board threatens the existence of the Company.

Nomination and Remuneration Policy

In pursuant to SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 and Companies (Amendment) Act, 2017, the Company has revised Nomination & Remuneration Policy. The key changes include, inter alia, addition of the definition of senior management along with recommendations about their remuneration.

The Nomination & Remuneration policy provides guidelines to the Nomination & Remuneration Committee relating to the Appointment, Removal & Remuneration of Directors, Key Managerial Personnel and Senior Management. This policy formulates the criteria for determining qualifications, competencies, positive attributes and independence for the appointment of a director (executive / non-executive) and also the criteria for determining the remuneration of the directors, key managerial personnel, senior management and other employees. It also provides the manner for effective evaluation of performance of Board, its committees and individual directors.

Policy for Determination of Materiality of an Event or Information

In pursuant to SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the Company has revised this policy for determination of materiality based events.

Document Retention & Archival Policy

In pursuant to Regulation 9 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company has adopted Document Retention & Archival Policy.

Insider Trading -Code of Conduct

In pursuant to SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 and SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2019 the Company has adopted revised Insider Trading Code. The Code provides framework for dealing with the securities of Company in mandated manner.

Policy for Procedure of Inquiry in Case of Leak of Unpublished Price Sensitive Information (“UPSI”)

The SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 (“PIT Amendment Regulations”) mandates every listed company to formulate a written policy and procedures for inquiry in case of leak of unpublished price sensitive information and initiate appropriate action on becoming aware of leak of unpublished price sensitive information and inform the Board promptly of such leaks, inquiries and results of such inquiries. In pursuant to this regulation, the Company has adopted the Policy for Procedure of Inquiry in Case of Leak of Unpublished Price Sensitive Information (“UPSI”).

Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information

The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information was revised pursuant to SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 to include therein the policy for determination of “Legitimate purposes for sharing UPSI”.

Corporate Social Responsibility Policy

The Corporate Social Responsibility Policy (hereinafter “CSR Policy) of the Company has been prepared pursuant to Section 135 of the Companies Act, 2013 and the CSR Rules. The CSR policy serves as the referral document for all CSR-related activities at the Company. CSR Policy relates to the activities to be undertaken by the Company as specified in schedule VII and other amendments/circulars thereon to the Companies Act, 2013.

24. CORPORATE SOCIAL RESPONSIBILITY

The Company has constituted Corporate Social Responsibility (CSR) Committee in compliance with the provisions of section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

The CSR Committee consists of Mr. Rajesh Agrawal as Chairman and Mr. Suresh Prasad Agrawal & Mr. Uday Raj Singhanian as members.

The disclosures with respect to CSR activities are given in Annexure – D

25. DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board at its meeting held on 10th October, 2020, has reappointed Mr. Rajesh Agrawal (DIN: 00806417) as Managing Director of the Company for the period of 5 years from 1st October, 2020 to 30th September 2025. Necessary resolutions together with the explanatory statement have been included in the Notice of Thirty Second Annual General Meeting as the above reappointment is subject to the approval of the shareholders.

Mr. Suresh Raman (DIN: 07562480), retires by rotation as Director at the ensuing Annual General Meeting and being eligible, offers herself for reappointment.

The proposals regarding the reappointment of the aforesaid directors are placed for your approval.

Mr. Rajesh Lunia (DIN: 08441126) was appointed as an Additional Director- Independent w.e.f 4th May, 2019 and in the last year's AGM held on 30th September, 2019 he has been appointed as an Independent Director for the tenure of 5 years up to 3rd May, 2024.

Mr. Atul Garg (DIN: 02822051) Independent Director, have resigned from the directorship of the Company on 24th June, 2019 due to other preoccupation. The Board placed on record its appreciation for the services rendered by Mr. Atul Garg during his tenure of directorships with the Company.

Mr. Suresh Prasad Agrawal (DIN: 01052928), Mr. Uday Raj Singhanian (DIN: 02465416) & Mr. Rajesh Lunia (DIN: 08441126) are the Independent Directors of the Company.

There were no changes in the Key Managerial Personnel of the Company during the year under review.

Mr. Rajesh Agrawal, Managing Director, Mr. Suresh Raman Executive Director & Chief Financial Officer and Mrs. Jaswinder Kaur Mission, Company Secretary are the KMPs of the Company as per the provisions of the Act.

26. COMMITTEES OF THE BOARD

Currently the Board has 4 Committees the Audit Committee, the Nomination and Remuneration Committee, the Stakeholders Relationship Committee & Corporate Social Responsibility Committee.

A detailed note on the composition of the Board and its committees is provided in the Corporate Governance Report Section of this Annual Report.

27. RISK MANAGEMENT

The Company recognizes that risk is an integral and unavoidable component of business and is committed to managing the risk in a proactive and efficient manner The Company as part of

business strategy has in place a mechanism to identify, assess, monitor risks and mitigate various risks with timely action. Risks are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

28. EXTRACT OF THE ANNUAL RETURN

In accordance with Section 134(3)(a) of the Companies Act, 2013, an extract of the Annual Return in the prescribed format is appended as Annexure E to the Board's Report. The Extract of Annual Return of the Company for the year ended 31st March, 2020 is available on the website of the Company at [http://www.mahamayagroup.in/Investor/Annual Return](http://www.mahamayagroup.in/Investor/Annual%20Return)

29. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your directors make the following statement in terms of Section 134 of the Act.

Your Directors state that:

1. In the preparation of the annual accounts for the year ended 31st March, 2020, the applicable accounting standards have been followed and there are no material departures from the same;
2. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2020 and of the profit of the Company for the year ended on that date;
3. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. the Directors have prepared the annual accounts on a 'going concern' basis;
5. the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
6. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

30. AUDITORS AND AUDITOR OBSERVATION

STATUTORY AUDITOR

At the Company's 30th Annual General Meeting held on 13th August, 2018 M/s KPRK & Associates, Chartered Accountants, Nagpur (Firm Registration No. 103051W) has been appointed as the Statutory Auditors of the Company for a term of 3 years to hold office from the conclusion of the 30th Annual General Meeting until the conclusion of 33rd Annual General Meeting.

Further provision of ratification of appointment of Statutory Auditor every year has been omitted by the Companies (Amendment) Act, 2017. Therefore, ratification of auditor is not required.

There is no audit qualification, reservation or adverse remarks for the year under review.

COST AUDITOR

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit record maintained by the Company is

required to be audited. Your Directors had, on the recommendation of the Audit Committee, re appointed M/s Sanat Joshi & Associates, Cost Accountants (Firm Registration no. 000506), Raipur for conducting the cost audit of the Company for Financial Year 2020-21.

As required under the Companies Act, 2013, the remuneration payable to the Cost Auditors is required to be ratified by the members of the Company. Accordingly, resolution seeking members ratification for remuneration to be paid to Cost Auditors is included at Item No. 9 of the Notice convening Annual General Meeting.

The Cost audit report for the financial year 2018-19 was filed with the Ministry of Corporate Affairs.

INTERNAL AUDITOR

Internal Auditor Pursuant to Section 138 of the Companies Act, 2013, your Company has appointed Mr. Subhash Rao as Internal Auditor of the Company, to conduct internal audit of the functions and activities of the Company to audit for the period April 2019 to March 2020.

SECRETARIAL AUDITOR

The Board has appointed Nitesh Jain, Practising Company Secretary as the Secretarial Auditor of your Company to conduct Secretarial Audit for the financial year 2019-20. The Secretarial Audit Report for the financial year ended 31st March, 2020 is annexed herewith marked as Annexure-F to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

31. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The Information on conservation of energy, technology absorption, foreign exchange earnings and out go, which is required to be given pursuant to the provisions of section 134(3)(m) of the Companies Act, 2013, read with Rule 8(3) of Companies (Account) Rules, 2014 is annexed hereto marked as Annexure-G and forms part of this report.

32. PAYMENT OF ANNUAL LISTING FEES

The listing fees payable for the financial year 2020-21 have been paid to Bombay Stock Exchange and National Stock Exchange within due date.

33. GENERAL DISCLOSURE

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under any scheme save or ESOS.
4. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
5. None of the auditors of the Company have reported any fraud as specified under the second proviso of Section 143(12) of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

34. EMPLOYEE RELATIONS

Employee relations throughout the Company were harmonious. The Board wishes to place on record its sincere appreciation of the devoted efforts of all the employees in advancing the Company's vision and strategy to deliver good performance.

ACKNOWLEDGEMENT

The Board of Directors place on record sincere gratitude and appreciation for all the employees at all levels for their hard work, solidarity, cooperation and dedication during the year. The Board conveys its appreciation for its customers, shareholders, suppliers as well as vendors, bankers, regulatory and government authorities for their continued support.

Place: Raipur

Date: 27th November, 2020

By Order of the Board

**Rajesh Agrawal
Managing Director**

ANNEXURE-A**Form AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries: NA

Part "B": Associates and Joint Ventures

(Rs In Lakhs)

Particulars	Details of Associates
Name of Associates/Joint Ventures	Abhishek Steel Industries Limited
1 Latest audited Balance Sheet Date	31.03.2020
2 Shares of Associate held by the company on the year end	
No. of Equity Shares of Rs 10 each	27,88,200
Amount of Investment in Associates	55.76
Extend of Holding %	31.75%
3 Description of how there is significant influence	Substantial Holding in the Company i.e. more than 20%.
4. Reason why the associate is not consolidated	Not Applicable
5. Networth attributable to Shareholding as per latest audited Balance Sheet	404.16
6. Profit/(Loss) for the year	(263.28)
i. Considered in Consolidation	(83.59)
ii Not Considered in Consolidation	(179.69)

1. Names of associates or joint ventures which are yet to commence operations. Nil

2. Names of associates or joint ventures which have been liquidated or sold during the year. Nil

FOR, MAHAMAYA STEEL INDUSTRIES LTD

FOR, K P R K & Associates
Chartered Accountant
FRN: 0103051WRajesh Agrawal
Managing Director
DIN 00806417Rekha Agrawal
Director
DIN 00597156Jaswinder Kaur Mission
Company SecretarySuresh Raman
CFO(Swapnil M. Agrawal)
Partner
M. NO.121269

FORM AOC-2

Particulars of Contracts/arrangements made with Related Parties

Pursuant to Clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies(Accounts) Rules, 2014

1. Details of contracts/arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered in to during the year ended 31st March, 2020 which were not at arm's length basis.

2. Details of material contracts/arrangements or transactions at arm's length basis:

a)	Name(s) of the related party and nature of relationship	Abhishek Steel Industries Ltd., Shree Shyam Sponge & Power Ltd., Devi Iron & Power Pvt. Ltd. and Rajesh Agrawal HUF Companies under Common Control
b)	Nature of contracts/arrangements/transactions	Sale, Purchase of goods and materials and Receiving or Rendering Services on arm length basis and in tune with market parameters
c)	Duration of contracts/arrangements/transactions	30.09.2019 to 30.09.2020
d)	Salient terms of the contracts/arrangements/transactions including the value, if any	In tune with best negotiated terms / market price not exceeding 505 crores.
e)	Date(s) of approval by the Board and Shareholder	Board's approval – 5 th September, 2019 Shareholder's approval–30 th September, 2019
f)	Amount paid as advance, if any	770.09 Lakhs Dr.

Place: Raipur
Date: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

ANNEXURE - C

Details pertaining to remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies(Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2019-20 and ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2019-20 are as under:

S.No.	Name of the Director/KMP and Designation	Remuneration of Director/KMP for Financial year 2019-20	%% increase in Remuneration in the Financial Year 2019-20	Ratio of Remuneration of each Director/ to median remuneration of employees
1	Mr. Rajesh Agrawal Managing Director	48,00,000	-	26.50
2	Mr. Suresh Raman Executive Director & CFO	5,17,900	7.31%	2.86
3	Mrs. Jaswinder Kaur Mission Company Secretary & Compliance Officer	11,41,397	-	Not Applicable

Note: Except Key Managerial Personnel i.e. Managing Director, Chief Financial officer and Company Secretary, noother directors received any remuneration from the Company other than sitting fees for attending Board meetingsand Committees meetings.

- (ii) The median remuneration of employees of the Company during the financial year was Rs. 1,81,200/-
- (iii) In the Financial Year, there was no increase in the median remuneration of Employees.
- (iv) There were 572 permanent employees on the rolls of Company as on 31st March, 2020.
- (v) Average percentile increase already made in the salaries of employees other than the Managerial personnel in the lastfinancial year and its comparison with the percentile increase in the managerial remuneration and justification thereof andpoint out if there are any exceptional circumstances for increase in the managerial remuneration:
- During the year, the total increase in remuneration of employees other than Managerial Personnel is 6 % and there was no increase in Managerial Remuneration.
- (vi) It is hereby affirmed that the remuneration paid is as per the as per the Nomination and Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

Information as per Rule 5(2) & 5(3) of Chapter XIII, the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014

Top Ten Employees in terms of remuneration drawn during the year

S.No	Name & Designation	Remuneration Received	Qualification	Experience	Date of commencement of employment	Age	Last Employment held	% of Equity shares held
1	Rajesh Agrawal Managing Director	4800000	B.com	19 Years	15.05.2004	48	-	3369798
2	Dhananjay Kumar Assistant Foreman	1437644	Graduate	14 Years	01.02.2011	42	Abhishek Steel Ltd, Raipur	-
3	Jaswinder Kaur Mission Company Secretary	1132398	B.Com M.com FCS	14Years	01.01.2011	44	Simplex Engineering & Foundry Works Pvt. Ltd.	-
4	Mandeep Singh Bhamra Assistant Foreman	949690	M.B.B.S.	12 Years	01.12.2015	40	VandnalspatPvt Ltd Raipur	-
5	Chandresh S hricastava Senior Manger Account & Audit	814961	Msc.	19 Years	16.10.2017	45	RKSK Steel India Limited	-
6	Baldau Prasad Sahu Production Manager	753299	Graduate	22Years	01.11.2013	52	Abhishek Steel Ltd Raipur	-

7	JagannathHota Senior Marketing Manager	624388	MBA	14 Years	01.12.2017	47	SKS Ispat & Power Ltd.	-
8	Deepak Agrawal	515322	B.Com	13 Years	08.01.2018	35	-	-
9	Yogendra Kumar Sinha Work Shop Incharge	512536	Graduate	19 Years	01.11.2014	40	Monnet Ispat Ltd MandirHasaud, Raipur	-
10	Tekchand Senior Manager CCM	499983	Diploma in Mech.	13 Years	10.11.2018	31	Saudi, National Steel, SaudiArab	-

Notes:

1 Details of Employees who were:

- (A) Employed throughout the Financial Year under review and in receipt of remuneration for the Financial Year in the aggregate of not less than Rs. 1,02,00,000 per annum- **None**
- (B) Employed for the part of the Financial Year under review and in receipt of remuneration at the rate of not less than Rs. 8,50,000/- per month: **None**
- 2 There was no employee either throughout the financial year or part thereof who was in receipt of remuneration which in the aggregate was in excess of that drawn by the Managing Director and who held by himself or along with his spouse or dependent children two percent or more of the Equity Shares of the Company.
- 3 Mr. Rajesh Agarwal, Managing Director of the Company is relative of Mrs. Rekha Agrawal Director of the Company.
4. The aforementioned employees have/had permanent employment contracts with the Company.

Place: Raipur
Date: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

Annual Report on CSR Activities

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

The Company is actively working towards providing education support to the poor handicapped students, making available safe drinking water, Community Development, Health and Safety around the Raipur District Chhattisgarh.

The Company's CSR policy is available at: www.mahamayagroup.in

2. Composition of CSR Committee:

Mr. Rajesh Agrawal - Chairman
Mr. Suresh Prasad Agrawal- Member
Mr. Udayraj Singhania- Member

3. Average net profit of the company for last three financial years: Rs. 482.50 Lakhs

4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above): Rs. 9.65 Lakhs

5. Details of CSR spent during the financial year:

- a. Total amount spent for the financial year: Rs. 10.19 Lakhs
b. Amount unspent, if any: Nil

c. Manner in which the amount spent during the financial year is detailed below

S.No.	CSR Project or activities	Sector in which the project is covered.	Location where project is undertaken State(Local Area and District)	Amount outlay(budget) project or programs wise	Amount Spent on the Projects or Programs	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Cleaning of Pond	Community Development	Raipur Chhattisgarh	180000	182843	CSR became applicable from 2019-20 itself	Direct
2	Financial Aid provided to Aakanksha Lions School for Mentally Handicapped Children for smooth operation of school	Promoting Education	Raipur Chhattisgarh	40000	40000		Direct to Aakanksha Lions School
3	Plantation	Ensuring Environmental Sustainability	Raipur Chhattisgarh	50000	58500		Direct
4	Distributing Water Filter	Making available safe drinking water	Raipur Chhattisgarh	50000	64900		Direct
5	Distribution of Helmet to villagers of Nearby Villages Of	Community Development	Raipur Chhattisgarh	10000	12692		Direct

	MSIL						
6	Donation to other Charitable Trusts	Promoting Education & Health Care	Raipur Chhattisgarh	655000	655000		Direct to Mahamaya Charitable Foundation
7	Distribution of Food Packets to villagers during Lockdown Period	Community Development	Raipur Chhattisgarh	5000	5824		Direct

6. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board Report : Not Applicable
7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and Policy of the company. This is to affirm that the CSR Policy of the Company was designed, implemented and periodically monitored and the CSR Programmes are being carried out in consonance with the CSR objectives and Policy of the Company.

Place: Raipur
Date: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31st March, 2020

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L27107CT1988PLC004607
2.	Registration Date	23 rd May, 1988
3.	Name of the Company	MAHAMAYA STEEL INDUSTRIES LIMITED
4.	Address of the Registered office & contact details	B/8-9, Sector-C, Urla Industrial Area, Sarora, Raipur – 493 221 Chhattisgarh Tel : +91 771 4910058
5.	Category/Sub-category of the Company	Company Limited by Shares/Indian Non Government Company
6.	Whether Listed Company (Yes/No)	Yes (Listed in BSE and NSE)
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/s Link Intime India Pvt.Ltd. C-101, 247 Park, LBS Marg, Vikhroli (West), MUMBAI 400 083 Telephone : 022-49186000 Fax : 022-49186060 E-mail: dematremat@linkintime.co.in , rnt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Structural Steel (Joist/Channel/Angle/HBeam)	27151	87.04%
2	Bloom/Billet	27142	12.96%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/Associate	% of Shares held	Applicable Section

2	Abhishek Steel Industries Limited Chamber No. 4, B/8-9, Sector-C, Urla Industrial Area, Sarora, Raipur – 493 221 Chhattisgarh	U27106CT2002PLC015056	Associate	31.75%	Section 2(6) of the Companies Act, 2016
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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2019]				No. of Shares held at the end of the year[As on 31-March-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters*									
1 Indian									
a) Individual/HUF	6638022	0	6638022	48.91	6615505	0	6615505	48.75	-0.16
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	2585000	0	2585000	19.05	2585000	0	2585000	19.05	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
Sub Total-A(1)	9223022	0	9223022	67.96	9200505	0	92200505	67.80	-0.16
2 Foreign									
a) NRI Individuals	0	0	0	0	0	0	0	0	0
b) Other Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any other	0	0	0	0	0	0	0	0	0
Sub Total-A(2)	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoters (1+2)	9223022	0	9223022	67.96	9200505	0	92200505	67.80	-0.16
B. Public Shareholding									
1. Institutions	0	0	0	0	0	0	0	0	0
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	55	100	155	0.0011	55	100	155	0.0011	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0

e) Venture Capital	0	0	0	0	0	0	0	0	0
f) Insurance Co.	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign portfolio Corporate									
i) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
j) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-Total -B(1)	55	100	155	0.0011	55	100	155	0.0011	0
2. Non-Institutions									
a) Bodies Corp.	329447	56600	386047	2.84	446934	56600	503534	3.71	0.87
b) Individual									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	1357951	407830	1765781	13.01	1348827	382330	1731157	12.76	-0.25
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	1395485	0	1395485	10.28	1457360	0	1457360	10.74	0.46
NBFCs registered with RBI	0	0	0	0	0	0	0	0	0
c) Others									
i) NRI (Rep)	19135	0	19135	0.14	7249	0	7249	0.05	-0.09
ii) NRI (Non Rep)	2082	0	2082	0.01	5429	0	5429	0.04	0.03
iii) OCB	0	0	0	0	0	0	0	0	0
iv) Foreign Bodies	0	0	0	0	0	0	0	0	0
v) Clearing Members	254044	0	254044	1.87	6378	0	6378	0.047	-1.82
vi) Individuals – HUF	256349	0	256349	1.89	392833	0	392833	2.89	1.00
vii) IEPF	268300	0	268300	1.97	265800	0	265800	1.96	-0.01
Sub-Total-B(2):-	3882793	464430	4347223	32.03	3930810	438930	4369740	32.20	0.17
Net Total (1+2)	3882848	464530	4347378	32.04	3930865	439030	4369895	32.20	0.17
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	1310587 0	464530	1357040 0	100	1313137 0	439030	13570400	100	0

Shareholding of Promoter-

S. No	Shareholder's Name	Shareholding at the beginning of the year 01.04.2019			Shareholding at the end of the year 31.03.2020			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Rajesh Agrawal	3212798	23.67	0.00	3369798	24.83	0.00	+1.16
2	Rekha Agrawal	1977477	14.57	0.00	1977477	14.57	0.00	0.00
3	Ramanand Agrawal HUF	749700	5.52	0.00	227783	1.68	0.00	-3.84
4	Rajesh Agrawal HUF	698047	5.14	0.00	1040447	7.67	0.00	+2.53
5	Abhishek Steel Industries Ltd	1349000	9.94	0.00	1349000	9.94	0.00	0.00
6	Adept IT Solutions Pvt. Ltd.	636000	4.69	0.00	636000	4.69	0.00	0.00
7	JSR Networks Pvt. Ltd.	600000	4.42	0.00	600000	4.42	0.00	0.00
8	Ramanand Agrawal	0	0.00	0.00	0	0.00	0.00	0.00

ii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date wise Increase/Decrease in Promoters Shareholding during the Year			
		No. of Shares held as on 01.04.2019	% of Total Shares of the Company	No. of shares held as on 31.03.2020	% of total shares of the company	Date	Sold	Purchased	No. of Shares at the end of the Year
1	Ramanand Agrawal	0	0	0	0	NIL	NIL	0	0
2	Ramanand Agrawal HUF	749700	5.52	227783	1.68	21.06.19	11000	0	738700
						28.06.19	19257	0	719443
						18.03.20	188000	37000	568443
						26.03.20	131539	0	436904
						27.03.20	74621	0	362283

						31.03.20	134500	0	227783
3	Rajesh Agrawal	3212798	23.67	3369798	24.83	18.03.20	37000	194000	3369798
4	Rajesh Agrawal HUF	698047	5.14	1040447	7.67	26.03.20	0	133000	831047
						27.03.20	0	74900	905947
						31.03.20	0	134500	1040447
5	Rekha Agrawal	1977477	14.57	1977477	14.57	NO CHANGE			
6	Abhishek Steel Industries Ltd	1349000	9.94	1349000	9.94	NO CHANGE			
7	Adept IT Solutions Pvt. Ltd.	636000	4.69	636000	4.69	NO CHANGE			
8	JSR Networks Pvt. Ltd.	600000	4.42	600000	4.42	NO CHANGE			

iv) Shareholding Pattern of top ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs):

S. No	Shareholder's Name	Shareholding at the beginning of the year as on 01.04.2019		Shareholding at the end of the year as on 31.03.2020	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	Yatin Amrutlal Shah	163493	1.20	353732	2.60
2	Snehal Amrutlal Shah	0	0.00	171614	1.26
3	Manoj Roopchand Jain	220348	1.62	169014	1.24
4	Acestar Infosolutions Private Limited	0	0.00	103155	0.76
5	Galaxy Trading Private Limited	101650	0.75	101650	0.75
6	Bhikamchand Rajesh HUF	38000	0.28	96000	0.70
7	Rashmi Saboo	76704	0.56	89756	0.66
8	Kulin Shantilal Vora	0	0.00	80375	0.59
9	Minimax Commerce Private Limited	0	0.00	77393	0.57
10	Shyam Kumar Dammani	63881	0.47	68830	0.51

Note: The change in the shareholding in the above shareholders was due to buying/selling of shares by the shareholders on various dates. The Company has not allotted any shares, issued bonus/sweat equity during the year.

v)Shareholding of Directors and Key Managerial Personnel:

S I. N o	Name of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date wise Increase/Decrease in Directors and KMP Shareholding during the Year			
		No. of Shares held as on 01.04.20 19	% of Total Shares of the Compa ny	No. of shares held as on 31.03.20 20	% of total shares of the compa ny	Date	Sold	Purchas ed	No. of Shares at the end of the Year
DIRECTORS									
1	Rajesh Agrawal	3212798	23.67	3369798	24.83	18.03.2 0	37000	194000	336979 8
2	Rekha Agrawal	1977477	14.57	1977477	14.57	NO CHANGE			
3	Suresh Raman (Executive Director & CFO)	NIL							
4	Jaswinder Kaur Mission (CS)	NIL							

V) **INDEBTEDNESS** - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

Particulars	Secured Loans excludin g deposits	Unsecur ed Loans	Short Term Secured Borrowin gs	Short Term Un- Secured Borrowin gs	Depo sits	Total Indebtdn ess
Indebtedness at the beginning of the financial year (Restated as per Ind AS)						
i) Principal Amount	457.26	211.93	6154.00	313.92	0.00	7137.11
ii) Interest due but not paid						
iii) Interest accrued but not due						
Total (i+ii+iii)	457.26	211.93	6154.00	313.92	0.00	7137.11
Change in Indebtedness during the financial year						
+Addition	50.79	262.87	62895.88	783.99	0.00	63993.53
- Reduction	176.00	343.39	64696.51	756.65	0.00	65972.55
Net Change	(125.21)	(80.52)	(1800.62)	27.34	0.00	(1979.02)
Indebtedness at the end of the financial year						
i) Principal Amount	332.05	131.41	4353.38	341.26	0.00	5158.10
ii) Interest due but not paid						
iii) Interest accrued but not due						

Total (i+ii+iii)	332.05	131.41	4353.38	341.26	0.00	5158.10
The above figures excluding Debt component of Preference Shares						2762.49

VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Executive Directors and/or Manager

S. No	Particulars of Remuneration	Name of MD/ED/Manager			Total
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		Rajesh Agrawal Managing Director	Rekha Agrawal Executive Director	Suresh Raman Executive Director & CFO	
1.	Gross Salary				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act	4800000	-	517900	5317900
	(b) Value of perquisites u/s 17(2) of Income Tax Act	-	-	-	-
	© Profits in lieu of salary u/s 17(3) of Income Tax Act	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - As % of Profit - Others, specify	-	-	-	-
5	Others, Allowances	-	-	-	-
	Total (A)	4800000	-	517900	5317900
Ceiling as approved by the members vide Special Resolution dated AGM 29.09.2017 up to 31.03.2020					10800000

B. Remuneration to Other Directors

S.No.	Particulars of Remuneration	Name of Directors				Total Amount
		Atul Garg**	Suresh Prasad Agrawal	Uday Raj Singh ania	Rajesh Lunia*	
1	Independent Directors					
	A. Fee for attending Board/Committee meetings	11000	34000	32000	18000	95000
	B. Commission	-	-	-	-	-
	C. Others	-	-	-	-	-
	Total (B)					95000

* Appointed w.e.f 4th May, 2019

** Ceased w.e.f. 24th June, 2019

C. Remuneration to Key Managerial Personnel other than MD/WTD/ED/Manager

S.No.	Particulars of Remuneration	Name of Key Managerial Personnel		Total Amount
		Jaswinder Kaur Mission (CS)	Suresh Raman (Executive Director & CFO)	
1	Gross Salary			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act	570697	517900	1088597
	(b) Value of perquisites u/s 17(2) of Income Tax Act	507922	-	507922
	© Profits in lieu of salary u/s 17(3) of Income Tax Act	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - As % of Profit - Others, specify	-	-	-
5	Others, Allowances	62771	-	62771
	Total (C)	1141390	517900	1659290

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES (Under the Companies Act)

There were no penalties, punishment or compounding of offences during the year ended March, 31, 2020.

Place: Raipur
Date: 27th November, 2020

By Order of the Board

Rajesh Agrawal
Managing Director

FORM No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH 2020

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members
Mahamaya Steel Industries Limited
B-8 &9, Sarora Industrial Area
Sarora, Raipur 492001 (CG)

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Mahamaya Steel Industries Limited** (hereinafter called the company) CIN No. L27107CT1988PLC004607. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts, statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the regulations and bye laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and the external commercial borrowing;
- (v) The following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 2015;
 - c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (vi) The Industrial and Labour laws consisting of The Factories Act, 1948 Industrial Relations Act, 1946, Industrial Disputes Act, 1947, The Payment of Wages Act, 1936, The Minimum Wages Act, 1948, Employees State Insurance Act, 1948, The Employees Provident Funds and Miscellaneous Provisions Act, 1952 etc.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

I report that during the period under review and based on the information provided, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors of the Board Meetings and agenda items for the meeting were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. The decisions of the Board were taken properly.

During the year under review 8,82,500 8% Redeemable Non Convertible Non Cumulative Preference Shares were redeemed at a premium in accordance with the terms of issue aggregating to Rs. 1,76,50,000 being the redemption of first tranche & 22,00,000 8% Redeemable Non Convertible Non Cumulative Preference Shares were redeemed in accordance with the terms of issue aggregating to Rs. 2,20,00,000 being the redemption of second tranche. All the required compliances were done within due time.

I further report that there are adequate system and process in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that to the best of my information there were no issues relating to public/right/preferential issue or buy back of securities. I further report that there were no major decisions under section 180 or merger, amalgamation or reconstruction etc. or foreign technical collaborations.

Place: Raipur
Date: 27.11.2020

(Nitesh Jain)
Practicing Company Secretary
FCS-8216, C.P.No.9273
UDIN: F008216B001288242

This report is to be read with letter of even date by the Secretarial Auditor and forms an integral part of this report

Annexure to Secretarial Audit Report of Mahamaya Steel Industries Limited dated 27.11.2020

To,
The Members
Mahamaya Steel Industries Limited
B-8 &9, Sarora Industrial Area
Sarora, Raipur 492001 (CG)

Our Secretarial Audit Report of even date is to be read along with this letter

Management Responsibility

1. It is the responsibility of the management of the company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all the applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standard and procedures followed by the company with respect to Secretarial compliances.
3. We believe that audit evidence and information obtained from the company's management is adequate and appropriate for us to provide a basis for our opinion.

4. Whenever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. The Secretarial Audit Report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Date: 27.11.2020

Place: Raipur

(Nitesh Jain)
Practicing Company Secretary
FCS no: 8216 | C.P. No.: 9273
UDIN: F008216B001288242

INFORMATION ON CONSERVATION OF ENERGY, TECHNOLOGYU ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

A. CONSERVATION OF ENERGY

i) Steps Taken or Impact on Conservation of Energy:

The Company has always been giving due consideration for the conservation of energy by

- Use of energy efficient LED Lights all over.
- Use of 50 HP Induction Furnace for water circulation
- Continuously monitoring the energy parameters such as maximum demand, power factor, load factor, TOD tariff utilization on regular basis.
- Continuously replacing the inefficient equipment's with latest energy efficient technology & up gradation of equipment's continually.
- Increasing the awareness of energy saving within the organization to avoid the wastage of energy
- Use of good quality lubricants to reduce frictions.

ii) The steps taken by the Company for utilising alternate sources of energy : No such new steps taken during the year under review, we are continuing steps taken in last years

iii) The capital investment on energy conservation equipment : N.A.

B. TECHNOLOGY ABSORPTION

No such new steps taken during the year under review, we are continuing steps taken in last years. The Company hasn't imported any technology during last three years.

C. FOREIGN EXCHANGE EARNING AND OUTGO

Particulars	2019-20	2018-19
Earning	0	0
Outgo	19.24	27.14

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Steel Industry Scenario

India was the world's second-largest steel producer with production standing at 106.5 MT in 2018. The growth in the Indian steel sector has been driven by domestic availability of raw materials such as iron ore and cost-effective labour. Consequently, the steel sector has been a major contributor to India's manufacturing output. India's steel production capacity has expanded to 137.975 million tonnes in FY19. India surpassed Japan to become the world's second largest steel producer in 2019, with crude steel production of 111.2 million tonnes. The Indian steel industry is very modern with state-of-the-art steel mills. It has always strived for continuous modernisation and up-gradation of older plants and higher energy efficiency levels. The Indian steel industry, after recovering from the twin shocks of demonetisation and the Goods and Services Tax (GST) reform, was on a fast track growth curve, especially in the latter part of the year-19-20. However, the COVID-19 has put a lot of uncertainty in the steel industry in the world, and more so in India, due to the lockdown announcement towards end of March. Steel is a major metal accounting for 63 per cent India's imports and 68 per cent of exports. A decline in the steel output in China, which is India's largest supplier of finished steel and steel products, has roiled the domestic market. Major domestic companies are now looking for suppliers in alternative markets such as Turkey and Brazil. At one end, steel companies are facing logistics issues, at the other, demand is lower as most of the user industries were reeling from the impact of the lockdown. Many automakers had suspended production indefinitely in the wake of the virus outbreak. Construction, too, had come to a standstill.

Government Initiatives

Some of the other recent government initiatives in this sector are as follows:

Government introduced Steel Scrap Recycling Policy aimed to reduce import..

An export duty of 30 per cent has been levied on iron ore (lumps and fines) to ensure supply to domestic steel industry.

Government of India's focus on infrastructure and restarting road projects is aiding the boost in demand for steel. Also, further likely acceleration in rural economy and infrastructure is expected to lead to growth in demand for steel.

The Union Cabinet, Government of India has approved the National Steel Policy (NSP) 2017, as it seeks to create a globally competitive steel industry in India. NSP 2017 envisages 300 million tonnes (MT) steel-making capacity and 160 kgs per capita steel consumption by 2030-31.

The Ministry of Steel is facilitating setting up of an industry driven Steel Research and Technology Mission of India (SRTMI) in association with the public and private sector steel companies to spearhead research and development activities in the iron and steel industry at an initial corpus of ` 200 crore (US\$ 30 million).

The Government of India raised import duty on most steel items twice, each time by 2.5 per cent and imposed measures including anti-dumping and safeguard duties on iron and steel items.

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.

Opportunities and Threats

Steel is a major metal accounting for 63 per cent India's imports and 68 per cent of exports. A decline in the steel output in China due to Covid 19, which is India's largest supplier of finished steel and steel products, has roiled the domestic market. The political pressure on China post Covid 19 issue will possibly result in the favourable international markets for Indian Steel Makers. This will further lead to the rise in the demand for sponge iron. The sponge iron sector is linked to the nation's steel sector in such a way that a rise in demand for steel would increase the demand for sponge iron. The various sectors that are expected to contribute to the growing demand are infrastructure, roads, railways, bridges, airports, industrial plants, buildings, automobiles, etc. The renewed importance given by Government on affordable housing, roads, sagarmala projects and other infrastructure projects are expected to create steel demand, this will augur well for sponge iron industry also. As per the National steel policy crafted during FY 2017-18, the crude steel production target for India is set at 300 MT by 2030. Share of sponge iron in steel making will be 80MT, which will create huge opportunity for sponge iron industry.

India's sponge iron industry, the largest in the world, is going through an acute shortage of labour that threatens to bring it to a halt. Apart from the labour issue, a slump in demand for the product and squeeze in the supply of a key raw material has added to the woes.

Sponge iron is produced from iron ore and used in steelmaking through what is called the 'secondary route' in industry parlance. The crisis, because of the lockdown following the COVID-19 outbreak, has already shaved off up to 6 percent of the industry's production in FY20. This is despite the fact that the steel sector has been kept under the essential services list. As per Sponge Iron Manufacturers Association (SIMA) the industry was expected to produce 33 million tons of sponge iron in financial year 2020. But this will now fall by up to six percent. The fall has now tempered the estimates for the new financial year. The initial target was 36 Million tons for the financial year 2021. Much of the demand for sponge iron comes from the steelmakers. But nearly all of them, have cut production after the lockdown. If there is no demand from the steelmakers then the sponge iron manufacturers will be impacted. Shortage of labour is a concern both at the plants, and also in the transportation sector. The movement of labour is impacted. The labourers also fear the virus. It has created a panic. The supply of coal, a key raw material has also suffered because South Africa - one of the biggest sources, is itself going through a lockdown. Covid 19 is an unprecedented humanitarian challenge for all countries. Lock down have given India the time to make a concerted effort to flatten the pandemic's curve. Six States (including Andhra Pradesh, Kerala, Maharashtra and Tamil Nadu which account for 30 percent of construction activity) rely heavily on migrant construction workers from other states. Bottlenecks in the return of migrants would affect building activity in such states. This may result in lesser demand for steel Iron ore and non-coking coal are main raw materials used to produce sponge iron. The non- availability of non-coking coal and the rising prices of Iron Ore might pose significant challenge in the future.

Outlook

The basic aim of the Company is to be able to produce Steel Structures as per market requirements and be able to manage market trends to its advantage. "Opportunities abound in growing economies and opening of economy in India has created opportunities for Indian enterprise to move beyond national boundaries as well to create productive assets" The Company is currently engaged in structural steel and is looking for new avenues of business in various areas like infrastructure and trading. Since Infrastructure has linkages to other industries like cement, brick and steel through backward and forward linkages. The outlook for the industry looks reasonable, since India has good iron ore deposits, skilled manpower and growing demand for steel. The improved demand is expected to continue in the current fiscal as well on the back of ongoing government funded infrastructure projects. In spite of a downturn in

the Global Steel demand, Indian steel demand could survive showing an upward trend, setting a road ahead for the growth of the domestic steel industry in the long run. The upward trend is expected to be continued on account of fiscal measures taken by the Government such as infusion of funds for development of infrastructure sector, introduction of stimulus packages for revival of industry besides factors like increase in consumption and production of steel, upcoming infrastructure and Greenfield projects, stabilization of prices etc.

Risk and concerns

Global economic uncertainties have affected India's economy, Key risks synonymous to industry include the global recessionary trend, economic slowdown, increase in financial charges, non-availability (or undue increase in cost) of rawmaterials, such as , iron ore, coal and labour etc., coupled with market fluctuations. The Company does not apprehend any inherent risk in the long run, with the exception of certain primary concerns that have afflicted the progress of our industry in general, like Shortage of Labour, Rising manpower and material costs, Approvals and procedural difficulties, Lack of adequate sources of finance. Apart from this, Industry is highly labour intensive and is subject to stringent labour laws.

Mitigation of Risk /Risk Management

The Company recognises that every business has its inherent risks and it is required to possess a proactive approach to identify and mitigate them. Your Company has embedded an efficient organisational risk management framework, which regularly scans all possible internal and external environment to identify risks, decide on possible mitigation plans and incorporate them in its strategic plans. Some of the key risks include industry risk, foreign currency fluctuation, client concentration, technology risks and financial risk. The processes relating to minimising of the above risks have already been put in place at different levels of management. The risk mitigation plans are regularly monitored and reviewed by the Management and Audit Committee of your Company.

Internal Control System and their adequacy

The Management of your Company has put in place adequate Internal Controls that are commensurate with the size and nature of its Business. The Internal financial controls placed also ensures that executed transactions are recorded in all material respects to permit preparation of financial statements in conformity with established accounting principles. Internal Audit Department along with the help of external professional agencies continuously monitors the effectiveness of the internal controls with an objective to provide to the Audit Committee and the Board of Directors, an independent, objective and reasonable assurance on the adequacy and effectiveness of the internal control. Based on their assessment, Management believes that your Company maintained effective internal control over financial reporting.

Discussion on financial performance with respect to operational performance

The financial performance of the Company has been discussed in Directors Report under the heading 'Results of Operation and the State of the Company's Affairs'

For most of FY 2019-20, the global steel industry faced a number of challenges due to global demand and geopolitical tensions which have affected the contours of the business environment in which we operate. Next came the onset of the COVID-19 pandemic in the final quarter of the year, which ushered in a new reality for industries across the world. The pandemic of COVID-19 has proven to be a critical turning point in the history of human race and is set to reshape the global society

The Indian economy witnessed a growth of 4.7% in Q3 FY20, due to significant fall in manufacturing and agricultural output, while service sector growth remained stable. Marginal improvement in consumption

was witnessed in Q3-Q4 FY20, during the festival season and back to back rate cuts taken by the Reserve Bank of India ('RBI'). However, the nationwide lockdown announced in March 2020 to control spread of COVID-19, brought the economic activity to a virtual standstill, especially in the manufacturing and service sectors

Despite the difficult environment, our Company operated its plants at Optimum levels of capacity. and delivered Profit/(Loss) after Tax (PAT) of Rs. 325.09 Lacs in FY 2019-20. Total standalone revenue stood at Rs 35837.59 Lacs. All through the year, we ensured that business was operated with a sharp focus on safety, while maintaining margins and a consistent drive to optimize operational costs.

Human Resources and Industrial Relations

Human Resources Department ("HRD") works continuously for maintaining healthy working relationship with the workers and other staff members. The underlying principle is that workers and staff at all levels are equally instrumental in attaining the Company's goals. Training programmes are regularly conducted to update their skills and apprise them of latest techniques. Senior management is easily accessible for counseling and redressal of grievances. The HR department continuously strives to maintain and promote harmony and coordination among workers, staff and members of the senior management. The total number of employees as on 31st March, 2020 was 572.

Key Financial Ratios

In accordance with the SEBI (Listing Obligations and Disclosure Requirements 2018) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key financial ratios.

The Company has identified the following ratios as key financial ratios :

Particulars	2019-20	2018-19
Debtor Turnover Ratio	14.04	16.04
Inventory Turnover Ratio	10.98	14.83
Interest coverage Ratio	1.136	1.646
Current Ratio	1.24	1.22
Debt to Equity Ratio	0.61	.64
Operating Profit Margin	2.87	3.94
Net Profit Margin	0.91%	1.31%
Revenue Growth	-23%	53%
Return on Networth (%)	3.34%	5.94%

Cautionary Statement

The Management Discussions and Analysis describe Company's projections, expectations or predictions and are forward looking statements' within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply and price conditions in domestic and international market, changes in Government regulations, tax regimes, economic developments and other related and incidental factors.

CORPORATE GOVERNANCE REPORT

I. COMPANY'S PHILOSOPHY

Effective corporate governance practices constitute the strong foundation on which successful commercial enterprises are built to last. The Company's philosophy on corporate governance oversees business strategies and ensures fiscal accountability, ethical corporate behavior and fairness to all stakeholders comprising regulators, employees, customers, vendors, investors and the society at large. The Company has a strong legacy of fair, transparent and ethical governance practices. The Company is committed to good Corporate Governance.

Your Company confirms the compliance of Corporate Governance as contained in Chapter IV of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") as amended.

II. BOARD OF DIRECTORS

a. Composition and Category of Directors / Attendance at Meetings/Directorships and Committee Memberships in other companies as on 31st March, 2020.

Your Company's Board has an optimum combination of Executive, Non-executive Independent Directors with one women Director, as per the requirements of Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The composition of the Board and the Independent Directors of the Company meet all the criteria mandated by SEBI Listing Regulations and the Companies Act, 2013. The Company has a balanced and diverse Board, which includes independent professionals and confirms to the provisions of the Companies Act, 2013 and the Listing Regulations. As on 31st March, 2020 your Company's Board comprised of 6 Directors (out of which 3 are Executive Directors and 3 are Independent Directors).

As per the declarations received by the Company from each of the Directors, none of them are disqualified under Section 164(2) of the Companies Act, 2013. The Independent Directors of the Company are in compliance with the provisions of Regulation 16(1)(b) of the Listing Regulations. Further, disclosures have been made by the Directors regarding their Chairmanships/ Memberships of the mandatory Committees of the Board and that the same are within the maximum permissible limit as stipulated under Regulation 26(1) of the Listing Regulations.

The composition of Board of Directors as on 31st March, 2020 and other relevant details is as follows:

S. No	Name and Designation (DIN)	Status/Status/Category	Attendance in FY 2019-20		Number of Directorships in other Companies		Committee Membership and Chairmanship in other Companies		Shareholding in the Company
			Board Meetings (12 Meeting held)	AGM	Private	Public	Chairman Ship	Membership	
1	Mr. Rajesh Agrawal Managing Director (DIN: 00806417)	Promoter and Executive	12	Yes	6	2	0	0	3369798
2	Mrs. Rekha Agrawal Director (DIN: 00597156)	Promoter and Executive	12	Yes	3	1	0	0	1977477
3	Mr. Suresh Raman Director (DIN: 07562480)	Executive Director	12	Yes	0	0	0	0	0
4	Mr. Suresh Prasad Agrawal Director (DIN: 01052928)	Non Executive and Independent Director	12	Yes	3	1	0	2	0
5	Mr. Uday Raj Singhania Director (DIN: 02465416)	Non Executive and Independent Director	12	Yes	1	1	2	0	0
6	Mr. Atul Garg Director* (DIN: 02822051)	Non Executive and Independent Director	4	No	0	0	0	0	0
7	Mr. Rajesh Lunia Director** (DIN: 08441126)	Non Executive and Independent Director	10	Yes	0	1	0	2	0

*Mr. Atul Garg has resigned from Directorship w.e.f 24th June, 2019.

**Mr. Rajesh Lunia was appointed as Additional Director in Independent Category w.e.f. 4th May, 2019 and has been appointed in Annual General Meeting held on 30th September, 2019 for a period of 5 years up to 3rd May, 2024.

Committees considered are Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

Relationship between the Directors inter-se

Mr. Rajesh Agrawal is husband of Mrs. Rekha Agrawal. None of the other Directors are related to each other.

The names of the listed entities where the person is a director and the category of directorship

None of the Directors are holding directorship in any other Listed Company.

b. Board & Independent Directors' Meeting

Board Meetings

The Board meets at regular intervals to discuss and decide on Company / business policies and strategy apart from other regular business matters. Board Meetings are usually held at the Registered Office of the Company at Raipur. During the financial year ended on 31st March, 2020, Twelve Board Meetings were held on 15th April, 2019, 4th May, 2019, 28th May, 2019, 12th June, 2019, 3rd July, 2019, 13th August, 2019, 5th September, 2019, 12th November, 2019, 3rd January, 2020, 12th February, 2020, 13th March, 2020 and 25th March, 2020

Maximum time gap between two consecutive meetings had not exceeded 120 days.

The agenda and notes are circulated to the Directors in advance. All material information is included in the agenda for facilitating meaningful discussions at the meeting. The Board is updated on the discussions held at the Committee meetings and the recommendations made by various Committees.

Decisions taken at the Board/Committee meetings are communicated to the concerned departments. The minutes are approved by the Board/Committee at its next Meeting.

The information as required under Regulation 17(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is made available periodically to the Board. The Board periodically reviews the compliance status of the Company.

Disclosure of Directors' and Other Interest in Transactions with the Company

None of the Directors, Key Managerial Personnel and Senior Management, whether they, directly, indirectly or on behalf of third parties, have had any material interest in any transaction or matter directly affecting the Company pursuant to the provisions of Regulation 4(2)(f) of the SEBO (LODR) Regulations.

However, some commercial transactions have taken place with some of the Companies where Directors also hold Directorships. Such transactions have taken place only at arm's length basis and in the ordinary course of business, which have been disclosed to the Board and entered in the Register of Contracts and approved by the Board in accordance with the requirements of the Companies Act, 2013.

Independent Directors

The Independent Directors of the Company fully meet the requirements laid down under Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015.

Tenure of Independent Directors

The tenure of the Independent Directors is fixed in accordance with the requirements laid down in the Companies Act, 2013 and clarifications/circulars issued by the Ministry of Corporate Affairs, in this regard, from time to time.

Separate meetings of the Independent Directors

The Independent Directors held a Meeting on 2nd March, 2020, without the attendance of Non-Independent Directors and members of Management. All the Independent Directors were present at such meeting. At the Meeting, they –

- i) Reviewed the performance of non-independent directors and the Board as a whole
- ii) Reviewed the performance of the Managing Director of the Company, taking into account the views of Executive Directors and Non-Executive Directors;
- iii) Assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

The Independent Directors hold an unanimous opinion that the non independent Directors, including the Managing Director bring to the Board, abundant knowledge in their respective field and are experts in their areas. Besides, they are insightful, convincing, astute, with a keen sense of observation, mature and have a deep knowledge of the Company.

The Board as a whole is an integrated, balanced and cohesive unit where diverse views are expressed and dialogued when required, with each Director bringing professional domain knowledge to the table. All Directors are participative, interactive and communicative.

The Managing Director has abundant knowledge, experience, skills and understanding of the Board's functioning, possesses a mind for detail, is meticulous to the core and conducts the Meetings with poise and maturity.

The information flow between the Company's Management and the Board is complete, timely with good quality and sufficient quantity.

Familiarization programme for Independent Directors

Whenever any person joins the Board of the Company as an Independent Director, they are made aware of the Company's operation, their role, responsibilities and liabilities. At the time of appointment the Company communicates to the Directors their Role, Responsibilities and liabilities via appointment letters, briefing sessions, plant visit, technical session, etc. The Plant Visit is conducted to make them familiar with the manufacturing and operating procedure at different products and processes. The Company holds regular Board Meetings at its Registered Office to discuss and decide upon the various strategic and operational matters and Directors have an opportunity to interact with the Senior Company personnel. The minutes of the Board's sub-committees such as Audit Committee, Nomination & Remuneration Committee, Stakeholders Relationship Committee, are regularly placed before the Board. In addition to the above the Directors have full access to all the information's within the Company.

The details of such familiarization programmes can be viewed on the Company's website at www.mahamayagroup.in

III. COMMITTEES OF THE BOARD

The Board Committees play a vital role in strengthening the Corporate Governance practices and focus effectively on the issues and ensure expedient resolution of the diverse matters. The Committees also make specific recommendations to the Board on various matters when required. All observations, recommendations and decisions of the Committees are placed before the Board for information or for approval. The Board of Directors has, from time to time, constituted the following Committees, namely:

a. Audit Committee:

The Audit Committee of the Company is constituted in line with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee of the Company consist three directors. All the directors have good knowledge of finance, accounts as well as company law.

Role of the Audit Committee, inter alia, includes the following

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending the appointment, remuneration and terms of appointment of auditors of the Company.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management the annual financial statements and the auditor's report thereon, before submission to the board for approval, with particular reference to:
 - (a) Matters required to be included in Director's Responsibility Statement included in Board's report;
 - (b) Changes, if any, in accounting policies and practices and reasons for the same;
 - (c) Major accounting entries based on exercise of judgment by management;
 - (d) Significant adjustments made in the financial statements arising out of audit findings;
 - (e) Compliance with listing and other legal requirements relating to financial statements;
 - (f) Disclosure of any related party transactions;
 - (g) Qualifications in the draft audit report;
5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
6. Reviewing, with the management, statement of uses and application of funds raised through an issue, statement of funds utilised for other purposes and report of monitoring agency.
7. Review and monitor the auditors' independence and performance, and effectiveness of audit process.
8. Approval or any subsequent modification of transactions of the Company with related parties.
9. Scrutiny of inter-corporate loans and investments.

10. Valuation of undertakings or assets of the Company, wherever it is necessary.
11. Evaluation of internal financial controls and risk management systems.
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
14. Discussion with internal auditors of any significant findings and follow up thereon.
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
16. Discussion with statutory auditors before the audit commences about nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
18. To review the functioning of the Whistle-Blower mechanism.
19. Approval of appointment of Chief Financial Officer.
20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
21. Reviewing the following information:
 - The Management Discussion and Analysis of financial condition and results of operations;
 - Statement of significant related party transactions(as defined by the Audit Committee), submitted by management;
 - Management letters/letters of internal control weaknesses issued by the statutory auditors;
 - Internal audit reports relating to internal control weaknesses; and
 - Reviewing the appointment, removal and terms of remuneration of the Chief internal auditor / internal auditor(s)
 - Statement of deviations:
 - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
 - (b) annual statement of funds utilized for purposes other than those stated in the offer document prospectus/notice in terms of Regulation 32(7).

Powers of the Audit Committee

1. To investigate any activity within its terms of reference
2. To seek information from any employee

3. To obtain outside legal or other professional advice
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

Recommendations by the Audit Committee

All the recommendations made by the Audit Committee are accepted and implemented by the Board of Directors.

The composition of Audit Committee as on date and as on 31st March, 2020 and the information on attendance at Audit Committee Meetings held during the year is as under:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
Mr. Udayraj Singhania	Chairman	10	10
Mr. Suresh Prasad Agrawal	Member	10	10
Mr. Rajesh Lunia*	Member	6	6

* During the year due to resignation of Mr. Atul Garg from the Board & Audit Committee Mr. Rajesh Lunia was appointed as a new member in the Audit Committee.

All the members of the Audit Committee are Non Executive Independent Directors.

The Company Secretary acts as Secretary to the Audit Committee.

During the year under review, the Audit Committee met ten times on 2nd April, 2019, 25th April, 2019, 28th May, 2019, 1st June, 2019, 19th August, 2019, 26th August, 2019, 12th November, 2019, 2nd January, 2020, 12th February, 2020, & 17th March, 2020.

Mr. Uday Raj Singhania, Chairman of the Audit Committee was present at the last Annual General Meeting held on 30th September, 2019.

Audit Committee meetings are attended by the Chief Financial Officer.

The Statutory Auditors and Internal Auditors are regular invitee.

The Cost Auditors appointed by the Company under Section 148 of the Companies Act, 2013 (earlier Section 233B of the Companies Act, 1956) attends the Audit Committee Meeting whenever Cost Audit Report is discussed.

The Company Secretary acts as the Secretary of the Committee.

Risk Management

The Audit Committee regularly reviews the Risk Management Strategy of the Company to ensure the effectiveness of risk management policies and procedures.

b. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee of the Company is constituted in line with the provisions of Section 178 of the Companies Act, 2013 read with Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Terms of Reference of the Committee, inter alia, includes the following:

- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and/or removal.
- To carry out evaluation of every Director's performance.
- To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees.
- To formulate the criteria for evaluation of Independent Directors and the Board.
- To decide whether to extend or continue the term of appointment of Independent Director, on the basis of the report of performance evaluation of independent directors.
- To devise a policy on Board diversity.
- To recommend/review remuneration of the Managing Director(s) and Whole-time Director(s) based on their performance and defined assessment criteria.
- To recommend to the board, all remuneration, in whatever form, payable to senior management.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.

The composition of Nomination & Remuneration Committee as on date and as on 31st March, 2020 and the information on attendance at Nomination & Remuneration Committee Meetings held during the year is as under:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
Mr. Udayraj Singhania	Chairman	4	4
Mr. Suresh Prasad Agrawal	Member	4	4
Mr. Rajesh Lunia*	Member	3	3

* During the year due to resignation of Mr. Atul Garg from the Board & Nomination & Remuneration Committee Mr. Rajesh Lunia was appointed as a new member in the Committee.

All the members of the Nomination & Remuneration Committee are Non-Executive Independent Directors.

The Company Secretary acts as Secretary to the Committee.

During the year under review, the Nomination & Remuneration Committee met four times on 25th April, 2019, 23rd August, 2019, 30th November, 2019 & 13th March, 2020.

Appointment and Nomination and Remuneration Policy for Directors, Key Managerial Personnel and Senior Management

The Nomination and Remuneration Committee (“NRC”) has adopted a policy which, inter alia, deals with the manner of selection of Board of Directors, Managing Director/Executive Director, other Key Managerial Personnel and their remuneration. The Nomination and Remuneration Policy can be accessed on the Company’s website at www.mahamayagroup.in

Performance Evaluation Criteria for IDs

The performance evaluation criteria for IDs is determined by the NRC. An indicative list of factors on which evaluation was carried out includes participation and contribution by the director, commitment, effective deployment of knowledge and expertise, integrity and maintenance of confidentiality and independence of behaviour and judgement.

Mr.Udayraj Singhania, Chairman of the Nomination & Remuneration Committee was present at the last Annual General Meeting held on 30th September, 2019.

c. Stakeholders Relationship Committee:

The Stakeholders Relationship Committee of the Company is constituted in line with the provisions of Section 178 of the Companies Act, 2013 for redressal of Shareholders’ grievances like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividend etc.

The composition of Stakeholders Relationship Committee as on date and as on 31st March, 2020 and the information on attendance at Stakeholders Relationship Committee Meetings held during the year is as under:

Name of the Directors	Positions Held	No. of Meetings	
		Held	Attended
Mr. Uday Raj Singhania*	Chairman	3	3
Mr. Rajesh Agrawal	Member	5	5
Mr. Suresh Prasad Agrawal	Member	5	5

* During the year due to resignation of Mr. Atul Garg from the Board & Stakeholders Relationship Committee Uday Raj Singhania was appointed as a new member in the Committee.

Mr. Uday Raj Singhania , Non Executive Independent Director is heading the Committee.

The Company Secretary acts as Secretary to the Committee.

Report on number of shareholder complaints received and resolved by the Company during the year ended 31st March, 2020

No. of complaints pending as on 1st April, 2019	0
No. of complaints identified and reported during FY 2019-20	0
No. of Complaints disposed of during the year ended 31 st March, 2020	0
No. of pending complaints as on 31 st March, 2020	0

During the year under review, the Stakeholders Relationship Committee met five times on 6th April, 2019, 18th April, 2019, 6th July, 2019, 17th October, 2019, & 06th January, 2020.

d. Corporate Social Responsibility (“CSR”) Committee

The purpose of Corporate Social Responsibility (CSR) Committee of the Company is to formulate and recommend to the Board a CSR Policy indicating the activities to be undertaken by the Company, recommend the amount of expenditure to be incurred on the activities and monitor the CSR Policy of the Company from time to time. The Committee also encourages the employees to voluntarily participate in the CSR initiatives undertaken by the Company. The CSR Policy can be accessed on the Company’s website at www.mahamayagroup.in

The composition of the Committee as on 31st March, 2020 is as under:

Name of the Directors	Status Category	Position Held
Mr. Rajesh Agrawal	Executive Director	Chairman
Mr. Suresh Prasad Agrawal	Non-executive & Independent	Member
Mr. Uday Raj Singhania	Non-executive & Independent	Member

IV Directors’ Appointment, Tenure and Remuneration

In terms of Section 152 read with Section 149(13) of the Companies Act, 2013, Mr. Suresh Raman is liable to retire by rotation. The said Director has offered himself for reappointment.

The tenure of office of Mr. Rajesh Agrawal, Managing Director is for five years w.ef. 01st October, 2015.

Resolution for their reappointment, are incorporated in the Notice of the ensuing Annual General Meeting. The brief profile and other information as required under Regulation 36(3) of the Listing Regulations relating to appointees forms part of the Notice of ensuing Annual General Meeting.

The remuneration paid for the financial year ended 31st March, 2020 to Mr. Rajesh Agrawal Managing Director & Mr. Suresh Raman Executive Director & CFO of the Company are in accordance with the terms and conditions of his appointment.

Details of remuneration / sitting fees paid to Executive and Non-Executive Directors for the year ended 31st March, 2020 is as follows:

S.No	Name of the Director	Salary	Perquisites and allowances	Performance Linked Incentive	Sitting Fees*	Total	Stock options granted
1	Mr. Rajesh Agrawal	4800000	-	-	-	4800000	-
2	Mrs. Rekha Agrawal	-	-	-	-	-	-
3	Mr. Suresh Raman	517900	-	-	-	517900	-
4	Mr. Atul Garg	-	-	-	11000	11000	-

5	Mr. Suresh Prasad Agrawal	-	-	-	34000	28,000	-
6	Mr. Uday Raj Singhania	-	-	-	32000	32000	-
7	Mr. Rajesh Lunia				18000	18000	

* The Non Executive Directors are paid only sitting fees on the recommendation of Nomination and Remuneration Committee.

Criteria of making payment to Non Executive Directors

Criteria of making payments of sitting fees or commission to non-executive directors can be accessed on the Company's website at www.mahamayagroup.in under the heading "Policies"

Note: There were no pecuniary relationships or transactions of Non-Executive Directors vis-à-vis the Company. The Company has not granted any stock option to any of its Directors.

V Board evaluation

Pursuant to the provisions of the Companies Act, 2013 and in compliance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgement, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Key Managerial Personnel. The Directors expressed their satisfaction with the evaluation process.

Experience of serving on the Board's of different companies in order to develop insights about Corporate Governance, Management Responsibility, Protecting the Stakeholders interest.

VI. Skills/Expertise/Competence of the Board of Directors of the Company

The following is the list of core skills/expertise/competencies possessed by the Board of Directors of the Company, which are essential for the functioning of the Company in an effective manner.

a) Market Exploration & Potential Marketing:

Experience in developing promotional strategies to increase the sales in the existing market and explore potential market for the Company.

- b) Service on the Board's of Various Companies:**
Experience of serving on the Board's of different companies in order to develop insights about Corporate Governance, Management Responsibility, Protecting the Stakeholders interest.
- c) Financial Expertise:**
Expertise in accounting and financial control functions. Possessing analytical skills. Expertise in preparation of financial strategies for the long term growth of the business of the Company.
- d) Law & policies:**
Awareness of the existing law and economical policies applicable to the Company thereby ensuring proper legal and statutory compliances and appropriate application of policies to the advantage of the Company.
- e) Expansion , Modification & Updation:**
A significant background about the technology applicable to the company resulting in how to implement technological updates into the Business of the Company.

VII. DISCLOSURES

a) Related Party Transactions and Policy Related thereto.

There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. There were transaction which may call material but only because of percentage of transaction, but all those transaction are in the normal course of business and at arm's length. The details of transactions are periodically placed before the Audit Committee for review and approval. Members may refer to the notes to the accounts for details of related party transactions.

The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate transactions between the Company and its Related Parties, in compliance with the applicable provisions of the Companies Act 2013, the Rules framed thereunder including the SEBI (LODR) Regulations. The policy has been placed on the website of the Company at www.mahamayagroup.in.

b) Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Company has always believed in providing a safe and harassment-free workplace for every individual working in the Company. The Company has complied with the applicable provisions of the aforesaid Act and the Rules framed thereunder, including constitution of the Internal Complaints Committee (ICC). The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary and trainees, etc.) are covered under this Policy. The Policy is gender neutral.

During the year under review, no complaint of sexual harassment was filed with the Internal Complaints Committee.

c) **Details of Non-Compliance by the Company, penalties strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority on any matter related to Capital Markets during the last three years: NIL**

d) **Whistle Blower Policy and affirmation that no personnel has been denied access to the Audit Committee .**

The Company has formulated Whistle Blower Policy & established Vigil Mechanism for the directors and employees of the Company to report, serious and genuine unethical behavior, actual or suspected fraud and violation of the Company's code of conduct or ethics policy.

During the year under review no personnel have either approached the Audit Committee or been denied access.

e) **Details of Compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause.**

The company has complied with all the mandatory requirements. As regards the Non-Mandatory requirements they are complied with to the extent possible.

f) **Web link where policy for determining material subsidiaries is disclosed.**

Not Applicable.

g) **Weblink where policy on dealing with Related Party Transactions.**

<https://www.mahamayagroup.in/Investors/Policies/Related Party Transaction Policy.pdf>

h) **Disclosure of Commodity Price Risks and Commodity Hedging Activities**

Not Applicable.

i) Total fees for all services paid by the Listed Entity and its Subsidiaries, on a Consolidated basis, to the Statutory auditor and all entities in the network firm/network entity of which the Statutory Auditor is a part is given below:

Particulars	In Lakhs
Statutory Auditors Fees	4.00
Tax Audit Fees	2.00
Total	6.00

VIII. DISCLOSURE OF COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS

GENERAL SHAREHOLDERS INFORMATION

a) **General Body Meeting**

i. **Annual General Meeting**

The Annual General Meetings of the Company during the preceding three years were held at registered office of the Company at at Plot B/8-9, Sector – C, Urla Industrial Area, Sarora, Raipur 493 221 (C.G.) on the following dates and times, wherein the following special resolutions were passed:

Year	Date & Time	Brief Description of Special Resolution
2016-17	29 th September, 2017 11.00 a.m	Approval of increase in director remuneration of Mr. Rajesh Agrawal for a period of three years
		Approval of increase in director remuneration of Mrs. Rekha Agrawal for a period of three years
		Approval of increase in director remuneration of Mr. Suresh Raman for a period of three years
		Approval of Related Party Transactions
2017-18	13 th August, 2018 11.00 a.m.	Approval of Related Party Transactions
2018-19	30 th September, 2019 11am	Continuation of payment of remuneration to Executive Directors as approved in earlier AGM till 31.03.2020

ii. Extra Ordinary General Meeting (EGM)

No Extra Ordinary General Meeting (EGM) was held during the last financial year i.e 2019-20

iii. Postal Ballot

During the financial year 2019-20, Company has not passed any resolution through postal ballot.

At the ensuing Annual General Meeting, there is no resolution proposed to be passed through postal ballot.

b) Company's Means of Communication

Website	Information like quarterly / half yearly / annual financial results etc are hosted time to time on the Company's website www.mahamayagroup.in and have also been submitted to the Stock Exchanges to enable them to put them on its website and communicate to its members.
Quarterly/Annual Financial Results	The quarterly / half-yearly / annual financial results are published in Active Times (English), Mumbai Lakshadweep (Marathi) newspapers & Amrit Sandesh Raipur The results are also uploaded by BSE & NSE on their website
Stock Exchange	All periodical information, including the statutory filings and disclosures, are filed with BSE and NSE. The filings required to be made under the Listing Regulations, including the Shareholding pattern and Corporate Governance Report for each quarter are also filed on BSE Listing Centre and NEAPS.

c) Other Information

CIN	L27107CT1988PLC004607
Registered Office Address	B/8-9, Sector – C, Urla Industrial Area, Sarora, Raipur – 493 221, Chhattisgarh
Day, Date, Time and Venue of Annual General Meeting	Wednesday, 23 rd December, 2020 at 11.00 am

	Due to COVID-19 Pandemic the AGM of the Company shall be held through Video Conferencing (VC) / Other Audio Visual Means (OAVM) in compliance with General Circular No. 14/2020, 17/2020, 20/2020 issued by Ministry of Corporate Affairs (MCA Circulars) and other applicable provisions of the Companies Act, 2013 and circulars issued by Securities Exchange Board Of India (SEBI) without the physical presence of the members at a common venue. The proceedings of the AGM shall be deemed to be conducted at the Registered office of the Company which shall be the deemed venue of the AGM.
Financial Year	The Financial year of the Company starts from April 1 st and ends on March 31 st of the succeeding year
Rate of dividend and dividend declaration date	No dividend was declared during the Financial Year 2019-20.
Dates of Book Closure	17 th Dcember, 2020 to 23 rd December, 2020 (both days inclusive)
Listing on stock exchanges	The Equity Shares of the Company are listed on BSE Limited and National Stock Exchange of India Limited 1. The BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001. 2. National Stock Exchange of India Limited Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai 400051.
Listing Fees	The listing fees of BSE and NSE for FY 2020-21 has been paid
Stock Code	1. The BSE Limited – 513554 2. National Stock Exchange of India Limited – MAHASTEEL
ISIN Number	INE451L01014
Custodian fees	The custodian fees to CDSL and NSDL for FY 2020-21 has been paid.
Subsidiary Company	There is no subsidiary or Joint Venture, Only one Associate Company M/s Abhishek Steel Industries Limited
Suspension of trading in securities	There was no suspension of trading in securities of the Company during the year under review.
Registrar and Transfer Agents	Link Intime India Private Limited, C-101, 247 Park, L.B.S. Marg, Vikhroli (W), Mumbai – 400 083 (M.H.) Telephone : 022 – 49186000 Fax : 022 – 49186060 Email : dematremat@linkintime.co.in , rnt.helpdesk@linkintime.co.in
Share Transfer System	96.76 % of the equity shares of the Company are in electronic form. Transfers of these shares are done through the depositories with no involvement of the Company. The Registrars and Share Transfer Agent have put in place an appropriate Share Transfer system

	to ensure timely share transfers. Share transfers are registered and returned in the normal course within an average period of 15 days from the date of receipt, if the documents are clear in all respects. Requests for dematerialisation of shares are processed and confirmation is given to the respective depositories i.e. NSDL and CDSL within 21 days.
Liquidity	The Company's Shares are traded on the BSE Limited and National Stock Exchange of India Limited
Information on Deviation from Accounting Standards, if any	There has been no deviation from the Accounting Standards in preparation of annual accounts for the financial year 2019-20.
Outstanding GDRs/ADRs/Warrants/Convertible Instruments and their impact on Equity	There are no outstanding convertible instruments as on 31 st March, 2020 except employee stock options. The Company has not issued any GDRs / ADRs /Warrants or any other Convertible Instruments except employee stock options.
Commodity price risk or foreign exchange risk and hedging activities	Not Applicable
Plant locations	B/8-9, Sector-C, Urla Industrial Area, Sarora, Raipur – 493221 Chhattisgarh
Tentative calendar of the Board Meetings for FY 2020-21	For the quarter ended June 30, 2020 – Declared on 13.08.2020 For the quarter and half year ended September 30, 2020 – Declared on 11.11.2020 For the quarter ended December 31, 2020 – On or before 14th February, 2021 For the quarter and year ended March 31, 2021 - On or before 30th May, 2021 Annual General Meeting – On or before 30th September, 2021

d) Reconciliation of Share Capital Audit

As stipulated by SEBI, a qualified Practicing Chartered Accountant carries out the Reconciliation of Share Capital to reconcile the total capital held with the National Security Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The Audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges. The report, inter alia, confirms that the number of shares issued, listed on the Stock exchange and that held in demat and physical mode are in agreement with each other.

e) Market Price Data

Table below gives the monthly high and low prices and volumes of trading of Equity of the Company at Bombay Stock Exchange Limited (BSE) and at National Stock Exchange of India Limited (NSE) for the year 2019-20.

Month & Year	BSE		NSE		BSE Sensex Close
	High	Low	High	Low	
Apr -19	175.90	146.65	175.20	146.30	39031.55
May-19	202.00	142.00	200.30	140.15	39714.20
Jun – 19	221.00	165.50	218.45	177.30	39394.64
Jul-19	175.90	129.95	-	-	37481.12
Aug-19	128.70	107.00	-	-	37332.79
Sep-19	135.90	105.00	133.85	119.05	38667.33
Oct-19	159.90	113.65	162.95	113.35	40129.05
Nov-19	163.65	135.75	161.95	133.30	40793.81
Dec-19	139.00	92.55	138.30	91.60	41253.74
Jan-20	92.80	85.55	102.50	88.10	40723.49
Feb-20	98.70	93.00	120.00	91.00	38297.29
Mar-20	94.65	66.50	104.40	89.90	29468.49

f) **Shareholding Distribution as on 31st March, 2020**

Shareholding of Nominal Value (INR)	Number of Shareholders	Percentage (%)	Number of Shares Held	Percentage (%)
Up to 5,000	3173	83.88	4093980	3.02
5,001 to 10,000	259	6.85	2206780	1.63
10,001 to 20,000	117	3.09	1742020	1.28
20,001 to 30,000	58	1.53	1479960	1.09
30,001 to 40,000	33	0.87	1192630	0.88
40,001 to 50,000	21	0.56	986930	0.73
50,001 to 1,00,000	44	1.16	3168830	2.33
1,00,001 and above	78	2.06	120832870	89.04
Total	3783	100	135704000	100.00

g) **Shareholding Pattern as on 31st March, 2020**

Category	Category of Shareholder	Number of Shareholders	Total Number of Shares	Total Shareholding as a Percentage of Total Number of Shares
PROMOTER & PROMOTER GROUP				
Indian	Individuals/HUF	4	6615505	48.75
	Bodies Corporate	3	2585000	19.05
	Total (Promoter & Promoter Group)	7	9200505	67.80
PUBLIC				

Institutions	Financial Institutions/ Banks	2	155	0.00
	Total Institutions	2	155	0.00
Non Institutions	Bodies Corporate	51	503534	3.71
	Individuals	3524	3188517	23.50
	Clearing Members	16	6378	0.05
	Non Resident Indian	34	12678	0.09
	Hindu Undivided Family	75	392833	2.89
	IEPF	1	265800	1.96
	Total (Non-Institutions)	3701	4369740	32.20
Total (Public)		3703	4369895	32.20
GRAND TOTAL		3710	13570400	100.00

h) Top Ten Shareholders across all categories as on 31st March, 2020

S.no.	Name of Shareholders	No. of Shares	% of holding
1	Rajesh Agrawal	3369798	24.83
2	Rekha Agrawal	1977477	14.57
3	Abhishek Steel Industries Limited	1349000	9.94
4	Rajesh Agrawal HUF	1040447	7.67
5	Adept It Solutions Private Limited	636000	4.69
6	JSR Networks Private Limited	600000	4.42
7	Yatin Amrutlal Shah	353732	2.61
8	Investor Education & Protection Fund	265800	1.96
9	Ramanand Agrawal HUF	227783	1.68
10	Snehal Amrutlal Shah	171614	1.26

i) Status of dematerialization of shares

As on 31st March, 2020, except 4,39,030 all equity shares of the Company are held in dematerialized form. The breakup of the equity shares held in dematerialized and physical form as on 31st March, 2020 is as follows:

Particulars	No. of Shares	Percentage of Equity
NSDL	10733469	79.09
CDSL	2397901	17.67
Physical	439030	3.23
Total	13570400	100

j) Disclosures with respect to Demat Suspense Account/ Unclaimed Suspense Account

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the listed entity shall disclose the following details in its annual report, as long as there are shares in the unclaimed suspense account. The details of Mahamaya Steel Industries Limited unclaimed suspense account are as follows:-

S.No.	Particulars	Demat	
		Number of Shareholders	Number of Equity Shares
1	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the	871	268300

	beginning of the year;		
2	Number of shareholders who approached listed entity for transfer of shares from suspense account during the year;	10	2700
3	Number of shareholders to whom shares were transferred from suspense account during the year;	3	3000
4	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	868	268300

The voting rights on the shares in the unclaimed suspense accounts as on 31st March, 2020 shall remain frozen till the rightful owners of such shares claim the shares.

k) Disclosure by key managerial personnel about related party transactions

The Board has received disclosures from key managerial personnel relating to transactions where they and/or their relatives have personal interest. There were no materially significant related party transactions, which have potential conflict with the interest of the company at large. The related party transactions have been disclosed in form AOC 2 and in the notes to Balance Sheet and Statement of Profit and Loss for the year ended 31st March, 2020.

The Company has laid down a policy for dealing with Related Party Transactions. The Policy on Related Party Transactions can be accessed on the Company's website at <https://www.mahamayagroup.in/Investors/Policies/Related Party Transaction Policy.pdf>

l) Disclosure of Accounting Treatment

The Company follows Indian Accounting Standards (IndAS) issued by the Ministry of Corporate Affairs in the preparation of its financial statements.

m) Proceeds from public issues, rights issues, preferential issues etc.

The company has not made any capital issues during the financial year.

n) Matters related to Capital Markets

The company has complied with the requirements of the Stock Exchanges, SEBI and other statutory authorities on all matters relating to capital markets during the last three years. No penalties or strictures have been imposed on the company by any Stock Exchange or SEBI or any statutory authority, on any matter relating to capital markets, during the last three years.

o) Management Discussion & Analysis Report

The Management Discussion & Analysis Report is a part of Director's Report.

p) Credit Rating

The Credit ratings of the Company for all the debt instruments as on 31st March, 2020 is as follows:

Bank Facilities	Rating
Long Term Bank Facilities	CARE BBB – Stable
Short Term Bank Facilities	CARE A3

q) Address for Correspondence

For transfer/dematerialisation of shares and any other query relating to the shares of the Company.

Link Intime India Private Limited,
C-101, 247 Park, L.B.S. Marg, Vikhroli (W), Mumbai – 400 083 (M.H.)
Telephone : 022 – 49186000 Fax : 022 – 49186060
Email: dematremat@linkintime.co.in, rnt.helpdesk@linkintime.co.in

Any query on Annual Report

Secretarial Department:

Mahamaya Steel Industries Ltd.
Secretarial Department
B/8-9, Sector C, Urla Industrial Area, Sarora, Raipur – 493 221 (C.G.)
Telephone : 0771 4910058 Email : cs@mahamayagroup.in

r) Independent Director Confirmation

In terms of Schedule V(C)(i) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per the declaration of independence received from the Independent Directors of the Company, we are of the opinion that the Independent Directors of the Company fulfills the conditions specified under Regulation 16(b) of Listing Regulations and are independent of Management

s) Compliances under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Company has complied with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The requisite certificate from the Practicing Company Secretary confirming compliance with the conditions of corporate governance is annexed hereto and forms part of this report.

t) CEO and CFO Certification

The Managing Director and CFO of the Company have given the certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The requisite certificate from the Managing Director and CFO of the Company is annexed hereto and forms part of this report.

u) Certification from Company Secretary in Practice

Mr. Nitesh Jain, Practicing Company Secretary has issued a certificate as required under the Listing Regulations, confirming that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as director of companies by the SEBI / Ministry of Corporate Affairs or any such statutory authority. The certificate is enclosed with this report.

Place: Raipur

Date: 27th November, 2020

By Order of the Board

**Rajesh Agrawal
Managing Director**

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR
MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

As required by Regulation 34(3) read with Para D of Schedule V to the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, I hereby declare that the Company has adopted a Code of Conduct and Ethics for all Board Members and Senior Management of the Company. The Code is available on the Company's website.

I further declare that the Company has in respect of the financial year ended 31st March, 2020, received from all the Board Members and Senior Management Personnel of the Company, an affirmation of compliance with the Code, as applicable to them.

**For and on behalf of the Board
For Mahamaya Steel Industries Limited**

**Rajesh Agrawal
Managing Director**

**Place: Raipur
Date: 30.06.2020**

MANAGING DIRECTOR / CFO CERTIFICATION
(Pursuant to Regulation 17(8) of SEBI (LODR) Regulations, 2015)

In terms of regulation 17(8) of SEBI (LODR) Regulations, 2015, Managing Director and Chief Financial officer of the Company has certified to the Board that:

- A. We have reviewed financial statements and the Cash Flow Statement for the year and that to the best of our knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. To the best of our knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal control for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and steps have been taken to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit committee that:
- (1) there has not been any significant change in internal control over financial reporting during the year;
 - (2) there has not been any significant changes in accounting policies during the year requiring disclosure in the notes to the financial statements; and
 - (3) we are not aware of any instances during the year of significant fraud with involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For and on behalf of the Board
For Mahamaya Steel Industries Limited

Rajesh Agrawal
Managing Director

Suresh Raman
Executive Director & CFO

Place: Raipur
Date: 30.06.2020

Corporate Governance Certificate

To
The Members
Mahamaya Steel Industries Limited
B-8&9, Sarora Industrial Area
Sarora, Raipur (CG)

I have examined the compliance of conditions of Corporate Governance of **Mahamaya Steel Industries Limited (CIN:L27107CT1988PLC004607)** (hereinafter called 'the Company') for the year ended 31st March, 2020 as prescribed in Regulation 17 to 27, 46 (2) (b) and para C and D of Schedule V of Chapter IV of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015

I state that the compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me and the representations made by the directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as specified above.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency of effectiveness with which the Management has conducted the affairs of the Company.

Date: 27.11.2020
Place: Raipur

(Nitesh Jain)
Practicing Company Secretary
FCS no: 8216 | C.P. No.: 9273
UDIN: F008216B001288319

CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE
(Pursuant to clause 10 of Part C of Schedule V of LODR)

In pursuance of sub clause (i) of clause 10 of Part C of Schedule V of The Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, (LODR) in respect of Mahamaya Steel Industries Limited (CIN: L27107CT1988PLC004607) I hereby certify that :

On the basis of the written representation/declaration received from the directors and taken on record by the Board of Directors, as on 31st March, 2020, none of the directors on the board of the Company has been debarred or disqualified from being appointed or continuing as director of companies by the SEBI / Ministry of Corporate Affairs or any such statutory authority.

Date: 27.11.2020
Place: Raipur

(Nitesh Jain)
Practicing Company Secretary
FCS no: 8216 | C.P. No.: 9273
UDIN: F008216B001288429

Independent Auditor's Report

**To the Members of
MAHAMAYA STEEL INDUSTRIES LIMITED**

Report on the Audit of the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of **Mahamaya Steel Industries Limited** ("the Company"), which comprise the balance sheet as at 31 March 2020, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the

standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31st March, 2020, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements;

- (i) The management need to improve the effectiveness and efficiency of internal control of the company regarding the physical verification of inventories, Parties confirmation, recoveries of old dues and related party transactions.
- (ii) Stores inventory accounting and physical verification system are not adequate. Provision for slow moving and non-moving inventory has not been made.
- (iii) We draw attention that the company has recognized electricity duty receivable amount of Rs.1105.69 lakhs in previous years: in the absence of reasonable certainty of the ultimate collection, the receivable amount is not yet crystallized, accordingly, the current assets for year ended 31st March 2020 should have been reduced to that extent. Our conclusion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in **Annexure "A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, except as per the above paragraph, the aforesaid standalone Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on March 31st 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**" and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS Financial Statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For, K P R K & ASSOCIATES

Chartered Accountants
FRN : 103051W

CA. Swapnil M. Agrawal

Partner, M. No. : 121269
9371455299, swapnilmagrawal@gmail.com
UDIN: 20121269AAAAAL8829

Raipur, 30th June 2020

ANNEXURE “A” TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2020, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the Company has a programme for physical verification of fixed assets at periodic intervals.. In our opinion, the period of verification and the process needs to be strengthened
- (c) The title deeds of immovable properties are held in the name of the Company.
- ii. The Physical Verification of the inventory has been conducted at reasonable intervals by the management. In our opinion, the period of verification and the process needs to be strengthened
- iii. The Company has granted advances for purchase of raw materials to two parties covered in the register maintained under section 189 of the Act.
 - a. The terms and conditions of the grant of such loans/advances are not prejudicial to the company's interest;
 - b. The payment of principal amount and interest are regular.
 - c. There is no overdue amount in respect of loans granted to the party listed in the register maintained under section 189 of the Act.
- iv. In our opinion and according to the information and explanations given to us and the records examined by us, in respect loans, investments and guarantees, provisions of the section 185 and 186 of the Companies Act, 2013 have been complied with except in case of transaction in ordinary course of purchase and sale of materials.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any Deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under are not applicable.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government of India, for maintenance of cost records under sub section (1) of section 148 of the Act, and are of the opinion that, prima facie the prescribed accounts and records have generally been made and maintained. We have not, however, made a detailed examination of the records with a view to examine whether they are accurate and complete.
- vii. (a) According to the information and explanations given to us and the records examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the

appropriate authorities, wherever applicable and there are no such outstanding dues as at March 31, 2020, for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us and the records examined by us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute except:

Sl. No.	Name of the Statute	Nature of Dues	Amount in Lacs	Period	Forum where dispute is pending
1	Income Tax Act, 1961	TDS	17.12	2008-09	Assistant Commissioner of Income Tax, Raipur
2	Income Tax Act, 1961	TDS	4.18	2009-10	Assistant Commissioner of Income Tax , Raipur
3	Income Tax Act, 1961	TDS	113.36	2010-11	Assistant Commissioner of Income Tax , Raipur
4	Income Tax Act, 1961	Income Tax	50.26	2011-12	Commissioner of Income Tax(A) Raipur
5	Income Tax Act, 1961	Income Tax	2.46	2010-11	CIT(A) Raipur
6	Income Tax Act, 1961	TDS	2.77	2011-12	CIT (A), Raipur
7	Income Tax Act, 1961	Income Tax	819.54	2014-15	CIT(A) Raipur
8	Income Tax Act, 1961	Income Tax	5.14	2015-16	ITO, Raipur
9	Income Tax Act, 1961	Income Tax	229.96	2016-17	Income Tax Appellate Tribunal
10	Central Excise Act, 1944	Excise Duty	30.00	2012-13	Joint Commissioner (Member of Designated committee for SVLDRS)
	Total		1274.79		

- viii. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not defaulted in repayment of dues to banks. The Company does not have dues to financial institutions, government or debenture holders.
- ix. The Company has not raised money through initial public offer or further public offer and term loans, hence the provisions of paragraph 3 (ix) of the Order are not applicable.
- x. In our opinion and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year. Therefore, the provisions of clause 3(x) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- xi. In our opinion and according to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule- V to the Companies Act.

- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014. are not applicable to it. Therefore, the provisions of clause 3(xii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the provisions of clause 3(xiv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- xv. The Company has not entered into any non-cash transactions as referred in Section 192 of the Act with its directors or persons connected with him. Therefore, the provisions of clause 3(xv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the provisions of clause 3(xvi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.

For, K P R K & ASSOCIATES

Chartered Accountants
FRN : 103051W

CA. Swapnil M. Agrawal

Partner, M. No. : 121269
9371455299, swapnilmagrawal@gmail.com
UDIN: 20121269AAAAAL8829

Raipur, 30th June 2020

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Company") as of March 31, 2020 in conjunction with our audit of the standalone Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, except the Physical verification of inventories and related party transactions, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, K P R K & ASSOCIATES

Chartered Accountants

FRN : 103051W

CA. Swapnil M. Agrawal

Partner, M. No. : 121269

9371455299, swapnilmagrawal@gmail.com

UDIN: 20121269AAAAAL8829

Raipur, 30th June 2020

MAHAMAYA STEEL INDUSTRIES LIMITED

Balance Sheet as at March 31, 2020

(Rs. In Lakhs except per share data)

Particulars	Note	As at March 31, 2020	As at March 31, 2019
ASSETS			
1 NON CURRENT ASSETS			
(a) Property Plant and Equipment	3	6,339.74	6,572.27
(b) Financial Assets			
(i) Non- Current Investments	4	2,750.85	2,750.85
(ii) Loans	5	905.34	786.50
(iii) Other financial assets	6	1,105.69	1,105.69
(c) Other Non - Current Assets	7	4.04	10.72
		11,105.67	11,226.03
2 CURRENT ASSETS			
(a) Inventories	8	6,326.38	8,374.07
(b) Financial Assets			
(i) Trade Receivable	9	1,688.18	1,728.31
(ii) Cash and Cash Equivalents	10	71.21	18.32
(iii) Bank balances other than (ii) above	10	234.75	420.68
(iv) Other financial assets	11	41.71	36.97
(c) Current Tax Assets (Net)	12	-	-
(d) Other Current Assets	13	1,292.76	1,547.56
		9,655.00	12,125.91
TOTAL ASSETS		20,760.66	23,351.94
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	14	1,357.04	1,357.04
(b) Other Equity	15	8,163.47	7,829.44
		9,520.51	9,186.48
LIABILITIES			
1 NON CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	16	2,938.42	3,435.02
(b) Provisions	17	66.69	49.52
(c) Deferred Tax liabilities(Net)	18	836.86	1,185.51
		3,841.97	4,670.06
2 CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	19	4,826.04	6,517.92
(ii) Trade Payables			
Total Outstanding dues of Micro & Small enterprises	20	-	-
Total Outstanding dues of Others	20	1,764.68	1,924.35
(iii) Other Financial Liabilities	21	120.13	152.56
(b) Other Current Liabilities	22	122.83	276.35
(c) Provisions	23	499.76	585.86
(d) Current Tax Liabilities(Net)	24	64.74	38.37
		7,398.18	9,495.39
TOTAL EQUITIES AND LIABILITIES		20,760.66	23,351.94
Significant Accounting Policies and Notes on Financial Statements	1 to 44		

As per our attached Report of even date

For and on behalf of the Board

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020

Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED
Statement of Profit and loss for the period ended March 31, 2020

(Rs. In Lakhs except per share data)

Particulars	Note	As at March 31, 2020	As at March 31, 2019
Revenue			
Revenue from operations	25	35,775.18	46,517.06
Other Income	26	62.40	211.84
TOTAL		35,837.59	46,728.90
Expenses			
Cost of Material Consumed	27	25,432.70	36,953.64
Purchase of Stock in trade	28	623.12	687.79
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	29	692.05	(914.37)
Employee benefit expenses	30	1,105.48	1,077.18
Finance Cost	31	906.63	1,118.62
Depreciation and amortization expense	3	609.96	632.81
Other expenses	32	6,344.21	6,450.53
TOTAL		35,714.15	46,006.20
Profit / (Loss) before tax before exceptional items and tax		123.44	722.70
Exceptional items	33	-	(1.49)
Profit / (Loss) before tax		123.44	721.20
Tax Expenses Continued Operations			
Current Tax		147.00	148.00
Deferred Tax		(348.66)	(37.15)
Profit / (Loss) for the year from Continuing Operations		325.09	610.35
Profit / (Loss) for the year of Discontinued Operations		-	-
Tax Expenses Discontinued Operations			
Current Tax		-	-
Deferred Tax		-	-
Profit / (Loss) for the year of Discontinued Operations (after tax)		-	-
Profit / (Loss) for the period		325.09	610.35
Other Comprehensive Income	34		
A (i) Items that will not be reclassified to profit or loss		8.94	5.00
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Period for the period		334.03	615.35
Earnings per Equity Share (for Continuing operations) (Face value of Rs.10/- each)	38		
- Basic		2.40	4.50
- Diluted		2.40	4.50
Earnings per Equity Share (for discontinued operations) (Face value of Rs.10/- each)			
- Basic		2.40	4.50
- Diluted		2.40	4.50
Significant Accounting Policies and Notes on Financial Statements	1 to 44		

As per our attached Report of even date
For and on behalf of the Board
For, K P R K & ASSOCIATES
 Chartered Accountants
 Firm Registration No. 103051W

Rajesh Agrawal
 Managing Director
 DIN - 00806417

Rekha Agrawal
 Director
 DIN - 00597156

CA Swapnil M. Agrawal
 Partner
 (Membership No. 121269)

Jaswinder Kaur Mission
 Company Secretary

Suresh Raman
 CFO

Date: 30th June 2020
Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED
Cash Flow Statement For the year ended 31st March, 2020

(Rs. In Lakhs except per share data)

Particulars	Year ended 31 st March, 2020		Year ended 31 st March, 2019	
	A Cash Flow from Operating Activities			
Profit / (Loss) before tax		123.44		721.20
Adjustments for:				
Depreciation & Amortisation	609.96		632.81	
Interest Expense	906.63		1,118.62	
Provision for gratuity	17.16		12.42	
Loss / (Profit) on sale of assets	-		1.49	
Remeasurement of defined benefit plans	8.94	1,542.70	5.00	1,770.34
Operating Profit before Working Capital Changes		1,666.14		2,491.54
Adjustments for:				
Trade Receivables	40.13		641.41	
Inventories	2,047.69		(2,274.15)	
Other financial assets	(4.75)		(143.92)	
Other Current Assets	254.80		1,129.93	
Other Non-Current Assets	6.68		14.56	
Trade Payables	(159.66)		(276.76)	
Other Financial Liabilities	(32.43)		20.08	
Other Current Liabilities	(153.52)		(8.56)	
Provisions	(86.10)	1,912.85	298.19	(599.22)
Net Cash generated from / (used) in Operating Activities		3,578.98		1,892.32
Taxes (Paid) / Refund (net)		(120.63)		(109.63)
Cash Flow before extraordinary items		3,458.35		1,782.69
Net Cash generated from / (used) in Operating Activities		3,458.35		1,782.69
B Cash Flow from Investing Activities				
(Purchase)/ Sale of Tangible Assets (Net)	(377.44)		(314.36)	
(Purchase)/ Sale of Investments (Net)	-		-	
Investment in Fixed deposit receipts	185.93		(12.29)	
Movement in Long Term Loans and Advances	(118.84)		(395.78)	
Net Cash generated from / (used in) Investing Activities		(310.35)		(722.42)
C Cash Flow from Financing Activities				
Interest Paid	(906.63)		(1,118.62)	
Proceeds from/(Repayment of) Long Term Loans	(496.60)		(175.16)	
Proceeds from/(Repayment of) Short Term Loans	(1,691.87)		150.04	
Net Cash generated from / (used in) Financing Activities		(3,095.11)		(1,143.75)
Net increase / (decrease) in Cash and Cash Equivalents (A+B+C+D)		52.89		(83.48)
Opening Balance of Cash and Cash Equivalents		18.32		101.79
Closing Balance of Cash and Cash Equivalents		71.21		18.32
Net increase / (decrease) in Cash and Cash Equivalents		52.89		(83.48)

As per our attached Report of even date

For and on behalf of the Board

 For, **K P R K & ASSOCIATES**
 Chartered Accountants
 Firm Registration No. 103051W

Rajesh Agrawal
 Managing Director
 DIN - 00806417

Rekha Agrawal
 Director
 DIN - 00597156

CA Swapnil M. Agrawal
 Partner
 (Membership No. 121269)

Jaswinder Kaur Mission
 Company Secretary

Suresh Raman
 CFO

Date: 30th June 2020
Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED

Statement of Changes in Equity for the period ended March 2020

(Rs. In Lakhs except per share data)

A. Equity Share Capital

Balance at the beginning of the reporting period as on 1st April 2018	Changes during the year 2018-19	Changes during the year 2019-20	Balance at the end of the reporting period as on 31st March 2020
1357.04	-	-	1357.04

B. Other Equity

	Reserve and Surplus					Total
	Equity Component of Compound Financial	General Reserves	Securities Premium	Capital Redemption Reserve	Retained Earnings	
Balance at the beginning of reporting period as on 1st April 2018	2,241.59	1,985.23	128.72	2,602.06	256.50	7,214.09
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated balance at the beginning of reporting period	2,241.59	1,985.23	128.72	2,602.06	256.50	7,214.09
Profit for the year 2018-19					610.35	610.35
Other comprehensive income for the year 2018-19					5.00	5.00
Issued during the year			-	-	-	-
Dividends	-					
Transferred to Retained Earnings					-	
Any other change					-	
Redeemed during the year			-		-	
Balance at the end of reporting period as on 31st March 2019	2,241.59	1,985.23	128.72	2,602.06	871.85	7,829.44

MAHAMAYA STEEL INDUSTRIES LIMITED

Statement of Changes in Equity for the period ended March 2020

(Rs. In Lakhs except per share data)

	Reserve and Surplus					Total
	Equity Component of Compound Financial	General Reserves	Securities Premium	Capital Redemption Reserve	Retained Earnings	
Balance at the beginning of reporting period as on 1st April 2019	2,241.59	1,985.23	128.72	2,602.06	871.85	7,829.44
Changes in Accounting policy or prior period errors	-	-	-	-	-	-
Restated balance at the beginning of reporting period	2,241.59	1,985.23	128.72	2,602.06	871.85	7,829.44
Profit for the year 2019-20					325.09	325.09
Other comprehensive income for the year 2019-20					8.94	8.94
Transfer from Securities Premium			-	-	-	-
Issued during the year	-					
Dividends						-
Transferred to Retained Earnings						-
Redeemed during the year				-		-
Balance at the end of reporting period as on 31st March 2020	2,241.59	1,985.23	128.72	2,602.06	1,205.88	8,163.47

As per our attached Report of even date

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Date: 30th June 2020
Place : Raipur

For and on behalf of the Board

Rajesh Agrawal
Managing Director
DIN - 00806417

Jaswinder Kaur Mission
Company Secretary

Rekha Agrawal
Director
DIN - 00597156

Suresh Raman
CFO

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

1. CORPORATE INFORMATION

Mahamaya Steel Industry a major industry in the group is a 22 years young company, manufacturing steel structures in the shape of Angles, Beams, Joist, Channels, Rounds, Flats, Railway sleepers etc. It has high capacity structural rolling mills with full fledged supportive SMS. Mahamaya has many prestigious customers ranging from BHEL, BHPV, MAHAGENCO, CSPDCL, TNEB, GETCO, MSPDCL, MPPDCL, ONGC, RAILWAYS, RELIANCE, JINDAL etc. It is also conversion agent of SAIL, JINDAL. Mahamaya is one of the few in the country who manufactures 600 MM joist and 250 MM angles . Mahamaya has kept pace with modern time, by continuously modernizing its plant and equipment so that its product confires to specification as required by different customers. The product are inspected by world renowned inspection agencies like – BIS, TUV, DNV, BUREAU VARITAS, SGS, LLOYDS, ABS, RDSO etc. The company is a public limited company incorporated and domiciled in India and has its registered office at Raipur, Chhattisgarh. The company is listed its shares on Bombay Stock Exchange Ltd (BSE) & National Stock Exchange (NSE).

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

The standalone financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value:

- Certain financial assets and liabilities (including derivative instruments) and
- Defined benefit plans - plan assets

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013. Company's financial statements are presented in Indian Rupees (INR), which is also its functional currency.

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Property, Plant and Equipment (PPE)

- i) Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.
- ii) Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. In the carrying amount of an item of PPE, the cost of replacing the part of such an item is recognized when that cost is incurred if the recognition criteria are met. The carrying amount of those parts that are replaced is derecognized in accordance with the derecognition principles.
- iii) Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre - operative expenses and disclosed under Capital Work - in - Progress.

- iv) Depreciation on property, plant and equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except, in respect of Rolls, where useful life taken for one year only as per technical advise. Each part of an item of Property, Plant & Equipment with a cost that is significant in relation to total cost of the Machine is depreciated separately, if its useful life is different than the life of the Machine.
- v) The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.
- vi) Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.
- vii) Spare parts procured along with the Plant & Machinery or subsequently which meet the recognition criteria are capitalized and added in the carrying amount of such item. The carrying amount of those spare parts that are replaced is derecognized when no future economic benefits are expected from their use or upon disposal. Other machinery spares are treated as "stores & spares" forming part of the inventory.

b) Leases

- i) Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.
- ii) Leased assets: Assets held under finance leases are initially recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.
- iii) Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately in Statement of Profit and Loss, unless they are directly attributable to qualifying assets, in which case they are capitalized. Contingent rentals are recognised as expenses in the periods in which they are incurred.
- iv) A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
- v) Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

c) Intangible assets

- i) Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization /depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.
- ii) Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.
- iii) Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

d) Capital Work in Progress

- i) Expenditure incurred on assets under construction (including a project) is carried at cost under Capital Work in Progress. Such costs comprises purchase price of asset including import duties and non-refundable taxes after deducting trade discounts and rebates and costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- ii) Cost directly attributable to projects under construction include costs of employee benefits, expenditure in relation to survey and investigation activities of the projects, cost of site preparation, initial delivery and handling charges, installation and assembly costs, professional fees, expenditure on maintenance and up-gradation etc. of common public facilities, depreciation on assets used in construction of project, interest during construction and other costs if attributable to construction of projects. Such costs are accumulated under "Capital works in progress" and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects.
- iii) Capital Expenditure incurred for creation of facilities, over which the Company does not have control but the creation of which is essential principally for construction of the project is capitalized and carried under "Capital work in progress" and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects, keeping in view the "attributability" and the "Unit of Measure" concepts in Ind AS 16- "Property, Plant & Equipment". Expenditure of such nature incurred after completion of the project, is charged to Statement of Profit and Loss.

e) Research and Development Expenditure

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are charged to the Statement of Profit and Loss unless a product's technological and commercial feasibility has been established, in which case such expenditure is capitalised.

f) Finance Cost

- i) Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.
- ii) Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.
- iii) All other borrowing costs are expensed in the period in which they occur.

g) Inventories

- i) Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.
- ii) Cost of raw materials, stores and spares, packing materials, trading and other products are determined at Cost, with moving average price on FIFO basis

h) Impairment of non-financial assets - property, plant and equipment and intangible assets

- i) The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.
- ii) An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.
- iii) The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

i) Provisions, Contingent Liabilities and Contingent Assets and Commitments

- i) Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Such provisions are determined based on management estimate of the amount required to settle the obligation at the balance sheet date. When the Company expects some or all of a

provision to be reimbursed, the reimbursement is recognised as a standalone asset only when the reimbursement is virtually certain.

- ii) If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.
- iii) Contingent liabilities are disclosed on the basis of judgment of management. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.
- iv) Contingent assets are not recognized but are disclosed in the financial statements when inflow of economic benefits is probable.

h) Income Taxes

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the other comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

ii) Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

i) Foreign Currency Transactions

- i) Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.
- ii) Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets, are capitalized as cost of assets.
- iii) Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss

arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or Statement of Profit and Loss are also recognised in OCI or Statement of Profit and Loss, respectively).

j) Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefits Plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective IT authorities. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

Employee Separation Costs

Compensation to employees who have opted for retirement under the voluntary retirement scheme of the Company is payable in the year of exercise of option by the employee. The Company recognises the employee separation cost when the scheme is announced and the Company is demonstrably committed to it.

k) Revenue recognition

Revenue from sale of goods is recognised when the significant risks and rewards of

ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably.

Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue from operations includes sale of goods, services, service tax, excise duty and adjusted for discounts (net), and gain/ loss on corresponding hedge contracts.

Interest income

Interest income from a financial asset is recognised using effective interest rate (EIR) method.

Dividends

Revenue is recognised when the Company's right to receive the payment has been established, which is generally when shareholders approve the dividend.

l) Insurance Claims

Insurance claims are accounted for on the basis of claims admitted/ expected to be admitted to the extent that there is no uncertainty in receiving the claims.

m) Financial Instruments

i) Financial Assets

A. Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.

B. Subsequent measurement

Financial assets carried at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial

assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL.

C. Investment in subsidiaries, Associates and Joint Ventures

The Company has elected to measure investment in subsidiaries, joint venture and associate at cost. On the date of transition, the fair value has been considered as deemed cost. Investment in Equity shares & Mutual Funds etc., are classified at fair value through the profit and loss account.

D. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

E. Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed. For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii) Financial Liabilities

A. Initial recognition and measurement

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance

sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derivative financial instruments and Hedge Accounting

The Company uses various derivative financial instruments such as interest rate swaps, currency swaps, forwards & options and commodity contracts to mitigate the risk of changes in interest rates, exchange rates and commodity prices. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except for the effective portion of cash flow hedges which is recognised in Other Comprehensive Income and later to Statement of Profit and Loss when the hedged item affects profit or loss or treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a non-financial assets or non-financial liability.

Hedges that meet the criteria for hedge accounting are accounted for as follows:

a) Cash flow hedge

The Company designates derivative contracts or non derivative financial assets / liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of other comprehensive income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

b) Fair Value Hedge

The Company designates derivative contracts or non derivative financial assets / liabilities as hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to Statement of Profit and Loss over the period of maturity.

Derecognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

n) Operating Cycle

The Company presents assets and liabilities in the balance sheet based on current / non-current classification based on operating cycle. An asset is treated as current when it is:

- a. Expected to be realized or intended to be sold or consumed in normal operating cycle;
- b. Held primarily for the purpose of trading;
- c. Expected to be realized within twelve months after the reporting period, or
- d. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- a. It is expected to be settled in normal operating cycle;
- b. It is held primarily for the purpose of trading;
- c. It is due to be settled within twelve months after the reporting period, or
- d. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The company has identified twelve months as its operating cycle.

o) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

p) Dividend Distribution

Dividend distribution to the shareholders is recognised as a liability in the company's financial statements in the period in which the dividends are approved by the company's shareholders.

q) Statement of Cash Flows

i) Cash and Cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

- ii) Statement of Cash Flows is prepared in accordance with the Indirect Method prescribed in the relevant Accounting Standard.

2.3 CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the financial statements in conformity with the Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures as at date of the financial statements and the reported amounts of the revenues and expenses for the years presented. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates under different assumptions and conditions. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

a) Depreciation / amortisation and useful lives of property plant and equipment / intangible assets

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

b) Recoverability of trade receivable

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

c) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

d) Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

e) Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March , 2020

Property, Plant and Equipment

(Rs. In Lakhs except per share data)

Particulars	Gross Block (at cost)			Depreciation / Amortisation				Net Block		
	As at March 31, 2019	Additions during the year	Deductions	As at March 31, 2020	Upto March 31, 2019	For the year	Deductions	Upto March 31, 2020	As at March 31, 2020	As at March 31, 2019
Leasehold Land & Site Development	34.58	-	-	34.58	0.61	-	-	0.61	33.98	33.98
Freehold Land	796.44	-	-	796.44	-	-	-	-	796.44	796.44
Building	1,092.76	17.68	-	1,110.44	140.11	48.54	-	188.65	921.79	952.65
Plant & Equipment	6,306.45	316.96	-	6,623.41	1,673.57	530.02	-	2,203.59	4,419.82	4,632.88
Furniture & Fixtures	53.60	9.89	-	63.49	29.20	7.10	-	36.30	27.19	24.40
Vehicles	176.53	32.91	-	209.44	44.62	24.30	-	68.92	140.52	131.91
Total	8,460.37	377.44	-	8,837.81	1,888.11	609.96	-	2,498.07	6,339.74	6,572.27

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31 st March, 2020

4. Non Current Investments

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Unquoted Equity & Preference Shares (Valued at cost unless otherwise stated)		
In Associate Concerns:		
874000 Equity Shares of Rs.10/- each in Devi Iron and Power Private Limited	294.40	294.40
2247000 Pref. share of Rs. 10/- each in Devi Iron and Power Private Limited	999.92	999.92
1317000 Pref. share of Rs. 100/- each in Devi Iron and Power Private Limited	1,396.02	1,396.02
47500 Equity Shares of Rs.10/- each in Mahamaya Charitable Foundation	4.75	4.75
2788200 Equity Shares of Rs. 10/- each at Rs.2/- each in Abhishek Steel Industries Ltd.	55.76	55.76
Total	2,750.85	2,750.85
Aggregate amount of quoted investments	NIL	NIL
Aggregate amount of unquoted investments	2,750.85	2,750.85
Aggregate amount of impairment in value of investments	NIL	NIL

5. Loans

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
(Unsecured, considered good unless otherwise stated) Security deposits	905.34	786.50
Total	905.34	786.50

6. Other financial assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Electricity duty receivable	1,105.69	1,105.69
Total	1,105.69	1,105.69

7. Other non current assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Capital Advances	4.04	10.72
Total	4.04	10.72

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

8. Inventories

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at April 1, 2019
Raw materials	2,727.10	4,383.19
Finished Goods	2,916.95	3,608.99
Stores and spares	682.33	381.89
(Valued at lower of cost and net realizable value)		
Total	6,326.38	8,374.07

9. Trade Receivables (Unsecured)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
(Unsecured, considered good unless otherwise stated)		
1) Outstanding for a period exceeding six months from the date they are due for payment	631.27	688.05
2) Other Debts	1,056.91	1,040.26
	1,688.18	1,728.31
Total	1,688.18	1,728.31

10. Cash and Bank Balances

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Cash & Cash Equivalents		
Balances with Banks in Current Accounts	66.94	16.84
Cash on Hand	4.27	1.48
	71.21	18.32
Other Bank Balances		
In deposit account with more than three months but less than twelve months maturity	234.75	420.68
	234.75	420.68
Total	305.96	439.00

11. Other financial assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Other Receivable from employee	41.71	36.97
Total	41.71	36.97

12. Current Tax Assets (Net)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Taxes paid in advance less provisions	-	-
Total	-	-

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

13 Other Current Assets

(Rs. In Lakhs except per share data)

Particulars	As at	
	March 31, 2020	March 31, 2019
a) Advances other than Capital Advances		
Advances for Raw Materials		
Related Parties	506.37	727.68
Others	446.39	383.19
Advances for Stores, Consumables and Expenses	77.56	50.59
Staff , Tour & Imprest advances	10.88	12.41
b) Others		
Balances with Tax Authorities	177.13	319.77
Earnest Money deposits with customers	40.08	39.58
Prepaid Expenses	34.36	14.34
Total	1,292.76	1,547.56

14. Share Capital

Particulars	As at		As at	
	March 31, 2020		March 31, 2019	
	Number	Amount	Number	Amount
Authorised:				
1,50,00,000 Equity Shares of Rs. 10/- (Ten) each	150.00	1,500.00	150.00	1,500.00
Issued:				
1,35,76,000 Equity Shares of Rs. 10/- (Ten) each	135.76	1,357.60	135.76	1,357.60
Subscribed & Paid up :				
1,35,70,400 Equity Shares of Rs. 10/- (Ten) each	135.70	1,357.04	135.70	1,357.04
	135.70	1,357.04	135.70	1,357.04
	135.70	1,357.04	135.70	1,357.04

b) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

Particulars	As at		As at	
	March 31, 2020		March 31, 2019	
	Number	Amount	Number	Amount
Reconciliation of the number of shares outstanding at the				
beginning and at the end of the year:				
No of shares outstanding at the beginning of the year	135.70	1,357.04	135.70	1,357.04
No of shares outstanding at the end of the year	135.70	1,357.04	135.70	1,357.04

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

c) Shares held by the holding Company / Associate Company and shareholders holding more than 5% shares in the Company (Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares:				
Abhishek Steel Industries Ltd	13.49	9.94%	13.49	9.94%
Rajesh Agrawal	33.70	24.83%	32.13	23.68%
Rajesh Agrawal (HUF)	10.40	7.67%	6.98	5.14%
Ramanand Agrawal (HUF)	2.28	1.68%	7.95	5.86%
Rekha Agrawal	19.77	14.57%	19.77	14.57%

15. Other Equity

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Capital Redemption Reserve: Balance as per the last financial statements	2,602.06	2,602.06
	2,602.06	2,602.06
Securities Premium Account: Balance as per the last financial statements	128.72	128.72
	128.72	128.72
General Reserve: Balance as per the last financial statements	1,985.23	1,985.23
	1,985.23	1,985.23
Surplus: Balance as per the last financial statements Add: Profit/(Loss) for the period	871.85 334.03	256.50 615.35
	1,205.88	871.85
Equity Component of Compound Financial Instruments Balance as per the last financial statements	2,241.59	2,241.59
	2,241.59	2,241.59
Total	8,163.47	7,829.44

16. Long Term Borrowings

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Secured		
Term Loans from banks	185.27	282.84
Vehicle Loans from banks (Secured by way of First pari passu charge on assets of the Company and personal guarantee of some of the directors)	26.66	55.10
Unsecured		
From Banks & Others	-	128.70
Note : There is no default, as at the balance sheet date, in repayment of any of above Loans.		
Debt component of Preference shares	2,726.49	2968.39
Total	2,938.42	3,435.02

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

16. (a) Details of Repayment of Term Loan

(Rs. In Lakhs except per share data)

Lender	Nature of facility	Terms of repayment
Uco Bank Limited	Term Loan	84 Monthly Installments of Rs. 4.26 Lacs each
Andhra Bank Limited	Term Loan	84 Monthly Installments of Rs. 3.48 Lacs each
Axis Bank Limited	Vehicle Loan	48 Monthly Installments of Rs. 0.73 Lacs each
HDFC Bank Limited	Vehicle Loan	36 Monthly Installment of Rs. 0.43 Lacs each
HDFC Bank Limited	Vehicle Loan	47 Monthly Installments of Rs. 0.66 Lacs each
ICICI Bank Limited	Vehicle Loan	35 Monthly Installments of Rs. 0.32 Lacs each
TATA Capital Financial Services Limited	Vehicle Loan	31 Monthly Installments of Rs. 0.77 Lacs each

16b Nature of Security :

a) Term Loan are secured by a first pari passu charge over immovable and movable assets of the company, both present and future.

b) Vehicle loans from banks and financial institution are secured by hypothecation and mortgage of specific assets from various banks and Financial Institutions.

c) The cash credit facilities and Letter of Credit from Banks are secured by first pari passu charge over entire current assets i.e. stocks of raw materials, finished goods, stock in process, stores & consumables, trade receivables of the Company and second charge over the other movable assets and immovable assets of the Company.

16c Personal guarantee of directors, (i) Mr. Rajesh Agrawal (ii) Mrs. Rekha Agrawal Guarantee of Relative of the Directors : (i) Mr. Ramanand Agrawal

16d a) There is no default, continuing or otherwise, as at the Balance Sheet Date, in re-payment of principal as well as interest of any of the above loan.

b) Current maturities of loan terms debts disclose under the sub-head "other financial liabilities" of head "current liabilities".

17. Long Term Provisions

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Gratuity (Refer Note 36)	66.69	49.52
Total	66.69	49.52

18. Deferred Tax Liabilities**The Movement on the deferred tax is as follows**

(Rs. In Lakhs except per share data)

Particulars		As at March 31, 2020	As at March 31, 2019
At the Start of the Year		1,185.51	1,222.66
Charge/(Credit) to Statement of Profit & Loss		(348.66)	(37.15)
At the End of the Year		836.86	1,185.51

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

Component of Deferred Tax Liabilities/(Assets)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Charge/(Credit) to Statement of Profit & Loss	As at March 31, 2019
Deferred Tax Liabilities/(Assets) in relation to :			
Property, Plant & Equipment	771.59	(322.80)	1,094.38
Provision for Gratuity	(16.79)	(0.25)	(16.53)
Loss on sale of shares [C/F Losses]	(1.50)	-	(1.50)
Electricity Duty Receivable	82.65	(26.96)	109.62
Unused MAT Credit	-	2.64	(2.64)
Others	0.90	(1.29)	2.19
Total	836.86	(348.66)	1,185.51

19. Short Term Borrowings

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Secured (Refer Note No. 16 (b)(c))		
Working Capital facilities from Banks		
Cash Credit facilities	3,292.74	3,199.51
Letter of Credit facilities	1,060.63	2,954.49
Unsecured		
From related parties	-	50.00
Others	472.67	313.92
Note : There is no default, as at the balance sheet date, in repayment of any of above Loans.		
Total	4,826.04	6,517.92

There is no default, continuing or otherwise, as at the Balance Sheet Date, in re-payment of principal as well as interest of any of the above loan.

20. Trade payables

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Total Outstanding dues of Micro & Small enterprises		
Other than Acceptances	-	-
Total	-	-
Total Outstanding dues of Others		
Raw Materials	1,511.11	1,730.36
- Others	253.58	193.98
Total	1,764.68	1,924.35

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

21. Other Financial Liabilities

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Current maturities of long-term debt	120.13	152.56
Total	120.13	152.56

22. Other Current Liabilities

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Security Deposits	7.94	4.55
Advances from Customers		
- Others	92.69	257.84
Provision for Statutory dues	22.20	13.96
Total	122.83	276.35

23. Short Term Provisions

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Employees' Salary & Related Expenses	110.70	100.79
Other Provisions	389.06	485.06
Total	499.76	585.86

24. Current Tax Liabilities(Net)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Tax	64.74	38.37
Total	64.74	38.37

25. Revenue from operations

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Sale of products	35,568.20	46,389.64
Other operating revenues	206.99	127.42
Total	35,775.18	46,517.06

26. Other Income

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Interest Income on Bank Deposits	14.80	23.25
Interest Income on Others	46.95	81.25
Income on Foreign Exchange Fluctuation	0.65	0.38
Electricity duty receivable	-	106.95
Total	62.40	211.84

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

27. Cost of Material Consumed

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Raw Material Consumed		
Imported*	-	-
Indigenously obtained (net of disposal)	23,917.77	34,714.26
Sub-Total	23,917.77	34,714.26
Spare Parts and Components Used		
Imported*	19.24	27.15
Indigenously obtained (net of disposal)	1,495.68	2,212.23
Sub-Total	1,514.93	2,239.38
Total	25,432.70	36,953.64

*Value Includes full landed cost

28. Purchase of Stock-in-Trade

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Trading Purchase	623.12	687.79
Total	623.12	687.79

29. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade

Particulars	As at March 31, 2020	Year ended March 31, 2019
Stock (At Commencement)		
Finished goods	3,608.99	2,694.63
Stock (At End)		
Finished goods	2,916.95	3,608.99
(Increase) / Decrease Stocks Of Finished Goods	692.05	914.37
Increase/(Decrease) in inventories of Finished Goods & Work In Progress (Total)	692.05	(914.37)

30. Employee Benefits Expense

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Salaries, wages and bonus	995.32	956.94
Contribution to provident and other funds	49.09	55.30
Gratuity Expenses	26.72	20.11
Workmen and Staff welfare expenses	34.35	44.82
Total	1,105.48	1,077.18

31. Finance Costs

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Interest expense	833.65	1,024.45
Other financial costs	72.98	94.18
Total	906.63	1,118.62

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

32. Other Expenses

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
A. Manufacturing Expenses		
Power and Fuel	5,598.66	5,241.03
Contractors' Payment	140.89	155.85
Conversion Charges	63.28	165.08
Other Manufacturing charges	122.27	126.00
Repairs and maintenance -		
Machinery	19.54	28.79
Others	28.11	11.83
B. Administrative, Selling & Distribution Expenses		
Insurance	22.95	13.74
Rates & Taxes	18.77	44.46
Directors Remuneration	53.18	52.92
Directors Sitting Fees	0.95	0.93
Legal & Professional Charges	27.17	28.32
Travelling & Conveyance	4.96	9.27
Communication expenses	3.36	2.72
Auditors Remuneration (Refer Note 37)	6.00	6.00
Other Administrative Expenses	48.31	66.40
Bad Debts	-	354.74
Selling & Distribution Expenses	185.79	142.46
Total	6,344.21	6,450.53

33. Exceptional Item

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
Profit/ (Loss) on sale of Fixed Assets	-	(1.49)
Total	-	(1.49)

34. Other Comprehensive Income

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Year ended March 31, 2019
(A) Items that will not be reclassified into profit or loss		
(i) Remeasurement of defined benefit plans	-	5.00
Total (A)	-	5.00
(B) Items that will be reclassified to profit or loss		
Total (B)	-	-

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

35. RELATED PARTIES DISCLOSURES

(i) As per Ind AS 24, the disclosures of transactions with the related parties are given below:

List of related parties where control exists and also related parties with whom transactions have taken place and relationships:

Nature of Relationship	Name of Related Party
A. Associate Concerns	1. Abhishek Steel Industries Limited
B. Key Managerial Persons	1. Shri Rajesh Agrawal 2. Smt. Rekha Agrawal 3. Shri Suresh Raman
C. Relatives of Key Managerial Persons	1. Rajesh Agrawal HUF 2. Shri Anand Agrawal 3. Smt. Asha Devi Agrawal 4. Shri Ramanand Agrawal 5. Shri Ramanand Agrawal (HUF)
D. Enterprise over which Key management and their relatives exercise significant influence with whom transactions have taken place during the year	1. Antriksh Commerce Private Limited 2. Callidora Traders Private Limited 3. Mark Vision Multi Services Private Limited 4. Devi Iron and Power Private Limited 5. Escort Finvest Private Limited 6. Adept IT solutions (P) Ltd. 7. JSR Networks Pvt. Ltd. 8. Mahamaya Charitable Foundation

(ii) Transaction during the year with related parties:

(Rs. In Lakhs except per share data)

Nature of Transactions	Associate and Enterprises where KMP or their relatives hold significant influence.		Key Managerial Person & their relatives		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
1. Sale of Finished Goods/Fixed assets/ Trading Sale/Services	102.51	6840.06	0.00	0.00	102.51	6840.79
2. Purchase of Raw Materials/Capital Goods/Trading Purchase/Services	3805.43	3997.05	0.00	0.00	3805.43	4010.97
3. Managerial Remuneration	0.00	0.00	53.18	52.92	53.18	52.92
4. Unsecured Loan Received	130.00	0.00	0.00	50.00	130.00	50.00
5. Unsecured Loan Repaid	0.00	0.00	50.00	67.00	50.00	67.00
6. Redemption of Preference Shares	420.00	220.00	0.00	0.00	420.00	220.00
7. Conversion Charges Paid	3.23	0.00	0.00	0.00	3.23	0.00
8. Accounts Receivable	506.37	60.26	0.00	0.00	506.37	727.68
9. Loans Payable	131.41	0.00	0.00	50.00	131.41	50.00
10. Accounts Payable	0.00	0.00	2.99	5.41	2.99	5.41
11. Interest Exp	1.57	0.00	0.00	0.00	1.57	0.00
12. CSR Expenses	6.55	0.00	0.00	0.00	6.55	0.00
13. Transportation Charges Paid	0.00	0.00	28.32	28.32	28.32	28.32

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

(C) Details of Material Transactions

(Rs. In Lakhs except per share data)

Transactions which are more than 10% or the Total Transactions of the same type with related parties during the year:

Particulars	2019-20	2018-19
Sale of Finished Goods/Fixed assets/Trading Sale/Services		
Devi Iron and Power Private Limited	63.26	81.32
Abhishek Steel Industries Ltd.	39.25	6758.74
Purchase of Raw Materials/Capital Goods/Trading Purchase		
Abhishek Steel Industries Ltd.	2797.77	2249.00
Devi Iron and Power Private Limited	1007.66	1748.04
Transportation Charges Paid		
Shri Rajesh Agrawal (HUF)	28.32	28.32
Managerial Remuneration		
Shri Suresh Raman	5.18	4.92
Shri Rajesh Agrawal	48.00	48.00
CSR Expenses		
Mahamaya Charitable Foundation	6.55	0.00
Interest Expenses		
Escort Finvest Private Limited	1.57	0.00
Unsecured Loan Received		
Shri Rajesh Agrawal	0.00	50.00
Smt. Rekha Agrawal	0.00	0.00
Antriksh Commerce Private Limited	0.00	0.00
Escort Finvest Private Limited	130.00	0.00
Unsecured loans repaid		
Shri Rajesh Agrawal	50.00	17.00
Antriksh Commerce Private Limited	0.00	0.00
Escort Finvest Private Limited	0.00	0.00
Smt. Rekha Agrawal	0.00	50.00
Redemption of Preference Shares		
Escort Finvest Private Limited	243.50	220.00
Antriksh Commerce Private Limited	176.50	0.00
Conversion Charges Paid		
Abhishek Steel Industries Ltd.	3.23	0.00
Accounts Receivable		
Abhishek Steel Industries Ltd.	485.17	8.20
Devi Iron and Power Private Limited	21.20	52.06
Loans Payable		
Shri Rajesh Agrawal	0.00	50.00
Escort Finvest Private Limited	131.41	0.00
Accounts Payable		
Shri Rajesh Agrawal	0.00	2.90
Smt. Rekha Agrawal	0.00	0.00
Shri Suresh Raman	0.37	0.41
Shri Rajesh Agrawal (HUF)	2.62	2.10

As per our attached Report of even date

For and on behalf of the Board

For, K P R K & ASSOCIATES

Chartered Accountants
Firm Registration No. 103051W

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal

Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020

Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

36 As per IND AS 19 "Employee benefits", the disclosures as defined are given below:

Defined Contribution Plans (Rs. In Lakhs except per share data)
 Contribution to Defined Contribution Plans, recognised as expense for the year is as under:

Particulars	2019-20	2018-19
Employer's Contribution to Provident Fund	24.48	23.65

The Company's Provident Fund is exempted under section 17 of Employees' Provident Fund and Miscellaneous Provisions Act, 1952.

Defined Benefit Plan (Rs. In Lakhs except per share data)**Reconciliation of opening and closing balances of Defined Benefit Obligation**

Particulars	Gratuity (Non-Funded)	
	2019-20	2018-19
Defined Benefit Obligation at beginning of the year	49.52	37.11
Current Service Cost	22.91	17.36
Interest Cost	3.81	2.75
Past Servicer Cost (Vested benefits)	-	-
Benefits paid	(0.62)	(2.70)
Actuarial (Gain)/Loss	(8.94)	(5.00)
Defined Benefit Obligation at year end	66.69	49.52

Since the entire amount of plan obligation is unfunded, therefore change in fair value of plan assets are not given. Further the entire amount of plan obligation is unfunded, therefore categories of plan assets as a percentage of the fair value of the total plan assets and company's expected contribution to the plan assets in the next year is not given.

Reconciliation of fair Value of Assets and Obligations (Rs. In Lakhs except per share data)

Particulars	Gratuity (Non-Funded)	
	As at 31st March 2020	As at 31st March 2019
Fair value of Plan Assets	-	-
Present Value of Obligation	66.69	49.52
Amount recognised in Balance Sheet (Surplus/(Deficit))	66.69	(49.52)

Expenses recognised during the year (Rs. In Lakhs except per share data)

Particulars	Gratuity (Non-Funded)	
	2019-20	2018-19
In Income Statement Current Service Cost	22.91	17.36
Interest Cost	3.81	2.75
Past Service Cost	-	-
Return on Plan Assets	-	-
Net Cost	26.72	20.11
In Other Comprehensive Income		
Actuarial (Gain)/Loss	(8.94)	(5.00)
Return on Plan Assets	-	-
Net (Income)/Expenses for the period recognised in OCI	(8.94)	(5.00)

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

Actuarial Assumptions	Gratuity (Non-Funded)	
	2006-08	2006-08
Indian Assured Lives Mortality (2006-2008) ultimate	2006-08	2006-08
Discount rate (per annum)	7.00%	7.70%
Expected rate of return on plan assets (per annum)	N/A	N/A
Rate of escalation in salary (per annum)	6.00%	6.00%
Expected Average remaining working lives of employees Years)	23.02	24.03
Employee Turnover	8% at younger ages and reducing to 1% at older age according to graduated scale	8% at younger ages and reducing to 1% at older age according to graduated scale

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflations, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

Sensitivity Analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employment turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below:

Particulars	As at 31st March,2020		As at 31st March,2019	
	Decrease	Increase	Decrease	Increase
Change in discounting rate	0.05%	-	0.05%	-
Change in rate of salary Escalation	-	-	-	-
	(All above figures as per the actuarial valuation report)			

37. Payment to Auditors As :

(Rs. In Lakhs except per share data)

Particulars	2019-20	2018-19
(a) Auditors		
Statutory Auditors Fees	4.00	4.00
Tax Audit Fees	2.00	2.00
(b) Certification and Consultation Fees	-	-
Total	6.00	6.00

38. EARNING PER SHARES (EPS)

	2019-20	2018-19
i) Net Profit after Tax as per statement of Profit and Loss attributable to Equity Shareholders	325.09	610.35
ii) Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	135.70	135.70
iii) Weighted Average Potential Equity Shares	-	-
iv) Total Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	135.70	135.70
v) Basic Earnings Per Share (Rs.)	2.40	4.50
vi) Diluted Earning Per Share (Rs.)	2.40	4.50
vii) Face Value per Equity Share (Rs.)	10.00	10.00

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

(iii) Compensation of Key Management Personnel

The remuneration of director and other member of Key Management personnel during the year was as follows:-

	2019-20	2018-19
i Short-term benefits	48.00	48.00
ii Post employment benefits	-	-
iii Other long tem benefits	-	-
iv Share based Payments	-	-
v Termination benefits	-	-
Total	48.00	48.00

39. CONTINGENT LIABILITIES

Particulars	As at 31st March, 2020	As at 31st March, 2019
Income Tax Demand	1,244.80	4,194.14
Excise duty Liability under appeal & adjudication	30.00	48.39
Outstanding Bank Guarantees	266.83	351.25

40. CAPITAL MANAGEMENT

The Company adheres to a robust Capital Management framework which is underpinned by the following guiding principles;

- a) Maintain financial strength to attain AAA ratings domestically and investment grade ratings internationally.
- b) Ensure financial flexibility and diversify sources of financing and their maturities to minimize liquidity risk while meeting investment requirements.
- c) Proactively manage group exposure in forex, interest and commodities to mitigate risk to earnings.
- d) Leverage optimally in order to maximize shareholder returns while maintaining strength and flexibility of the Balance sheet.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment.

The gearing ratio at end of the reporting period was as follows. (Rs. In Lakhs except per share data)

Particulars	As at 31st March,2020	As at 31st March,2019
Non-Current Liabilities (Other than DTL)	3,005.11	3,484.55
Current maturities of Long Term debts	120.13	152.56
Short-term Borrowings	4,826.04	6,467.92
Gross Debt	7,951.28	10,105.02
Cash and Cash Equivalentents	71.21	18.32
Net Debt (A)	7,880.07	10,086.70
Total Equity (As per Balance Sheet) (B)	9,520.51	9,186.48
Net Gearing (A/B)	0.83	1.10

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

41. FINANCIAL INSTRUMENTS

(Rs. In Lakhs except per share data)

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

Fair Value measurement hierarchy:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Financial Assets		
At Amortised Cost		
Trade Receivables	1,688.18	1,728.31
Cash and Bank Balances	305.96	439.00
Loans	905.34	786.50
Other Financial Assets	1,147.41	1,142.66
At FVTPL		
Investments	-	-
At FVTOCI		
Investments	2,750.85	2,750.85
Financial Liabilities		
Borrowings	7,764.46	9,952.94
Trade Payables	1,764.68	1,924.35
Other Financial Liabilities	120.13	152.56

Foreign Currency Risk:

No Exposure to foreign currency

Commodity Price Risk

Commodity price risk arises due to fluctuation in prices of raw material. The company has a risk management framework aimed at prudently managing the risk arising from the volatility in raw material prices and freight costs.

The company's commodity risk is managed centrally through well-established trading operations and control processes. In accordance with the risk management policy, the Company carefully calibrates the timing and the quantity of purchase

Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises mainly from the outstanding receivables from customers.

The company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. The credit ratings/market standing of the customers are evaluated on a regular basis.

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

2 Guarantee Given

All the above Corporate Guarantee/Loans have been given for business purpose.

42. EVENTS AFTER THE REPORTING PERIOD

No events after the reporting period

43. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved for issue by the board of directors on June 30th, 2020.

44. OTHERS NOTES

(A) Electricity Duty exemption:

In the Financial year 2012-13 the company had applied for exemption of electricity duty in respect of electricity consumed in its SMS Plant. The company had been advised that under the Internal Policy of State of Chhattisgarh, it is entitled to get electricity duty exemption of an amount aggregating Rs.1105.69 lacs. This amount pertains to accounting year 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18 and 2018-19. The management is of the opinion that the same amount would be realized in the near future.

(B) Parties' accounts are subject to confirmation. Consequential effects adjustment, presently unascertainable, will be provided as and when confirmed.

(C) Trade Receivables, Loans & Advances and Deposits include certain over due accounts. Balances in the accounts of certain debtors, loans and advances required to be confirmed / reconciled. However, in the opinion of the Board, all current assets, loans and advances would be realized in ordinary course of the business at the value as stated.

(D) In the opinion of the Board, the provision for depreciation and all known liabilities is adequate and not in excess of the amount reasonably necessary.

(E) The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. There are no over dues to parties on account of principal amount and / or interest and accordingly no additional disclosures have been made.

(F) Figures of the previous year have been reworked, rearranged/regrouped and reclassified wherever considered necessary. Accordingly, the amount and other disclosures for preceding year are included as an integral part of current year's financial statement and are to be read in relation to the amount and other disclosures relating to current year. The figures in financial statements are rounded off to the nearest lacs rupees.

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2020

- (G) Separate segment wise reporting is not called for in view of the fact that mostly the revenue of the Company is from structural manufacturing and all business activities are in India only. The operations of Gas Plant of company are mainly for captive use and the surplus have been sold to external parties amount of Rs. 163.74 lakhs; the same is not fulfilling the criteria of (Ind-AS 108 (Segment Reporting)) separate reportable segment.
- (H) The management has reviewed the impairment position of the assets disclosed in the financial statement for the year; and there is no indication of impairment (Assets carry cost is less than the recoverable value) loss for the year.

As per our attached Report of even date

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

For and on behalf of the Board

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020
Place : Raipur

Independent Auditor's Report

**To the Members of
MAHAMAYA STEEL INDUSTRIES LIMITED**

Report on the Consolidated Indian Accounting Standard (Ind-AS) Financial Statements

We have audited the accompanying Consolidated Ind-AS Financial Statements of **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Parent Company"), its associates (collectively referred to as 'the group') which comprises the Consolidated Balance Sheet as at March 31, 2020, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Parent Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Parent Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the

Consolidated Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Consolidated Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Consolidated Ind AS Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for qualified opinion paragraph above, the aforesaid Consolidated Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the consolidated state of affairs (financial position) of the Group as at March 31, 2020, and its consolidated profit (financial performance including other comprehensive income), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements;

- (i) The management need to improve the effectiveness and efficiency of internal control of the company regarding the Physical verification of inventories, Parties confirmation, recoveries of old dues and related party transactions.
- (ii) Stores inventory accounting and physical verification system are not adequate. Provision for slow moving and non moving inventory has not been made.
- (iii) We draw attention that the company has recognized electricity duty receivable amount of Rs.1105.69 lakhs in previous years: in the absence of reasonable certainty of the ultimate collection, the receivable amount is not yet crystallized, accordingly, the current assets for year ended 31st March 2020 should have been reduced to that extent. Our conclusion is not qualified in respect of this matter.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.

- c) The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of cash flows and consolidated statement of changes in equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
- d) In our opinion, except as per the above paragraph, the aforesaid Consolidated Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
- e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors of the Parent company and its associates, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer Note 39 to the consolidated Ind AS financial statements.
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Parent Company and its subsidiary companies incorporated in India.

For, K P R K & ASSOCIATES
Chartered Accountants
FRN : 103051W

CA. Swapnil M. Agrawal
Partner, M. No. : 121269
9371455299, swapnilmagrawal@gmail.com
UDIN:20121269AAAAAN9720

Raipur, 30th June 2020

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended 31 March 2020, we have audited the internal financial controls over financial reporting of **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Parent Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Parent Company and its Associate, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, except the Physical verification of inventories and related party transactions, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India"

For, K P R K & ASSOCIATES

Chartered Accountants
FRN : 103051W

CA. Swapnil M. Agrawal

Partner, M. No. : 121269
9371455299, swapnilmagrawal@gmail.com
UDIN:20121269AAAAAN9720

Raipur, 30th June 2020

MAHAMAYA STEEL INDUSTRIES LIMITED
Consolidated Balance Sheet As At March 31, 2020

(Rs. In Lakhs except per share data)

Particulars	Note	As at March 31, 2020	As at March 31, 2019
ASSETS			
1 NON CURRENT ASSETS			
(a) Property Plant and Equipment	3	6,339.74	6,572.27
(b) Financial Assets			
(i) Non- Current Investments	4	3,070.22	3,153.81
(ii) Loans	5	905.34	786.50
(iii) Other financial assets	6	1,105.69	1,105.69
(c) Other Non - Current Assets	7	4.04	10.72
		11,425.03	11,628.99
2 CURRENT ASSETS			
(a) Inventories	8	6,326.38	8,374.07
(b) Financial Assets			
(i) Trade Receivables	9	1,688.18	1,728.31
(ii) Cash and Cash Equivalents	10	71.21	18.32
(iii) Bank balances other than (ii) above	10	234.75	420.68
(iv) Other financial assets	11	41.71	36.97
(c) Current Tax Assets (Net)	12	-	-
(d) Other Current Assets	13	1,292.76	1,547.56
		9,655.00	12,125.91
TOTAL ASSETS		21,080.03	23,754.89
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	14	1,357.04	1,357.04
(b) Other Equity	15	8,482.84	8,232.40
		9,839.88	9,589.44
LIABILITIES			
1 NON CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	16	2,938.42	3,435.02
(b) Provisions	17	66.69	49.52
(c) Deferred Tax liabilities(Net)	18	836.86	1,185.51
		3,841.97	4,670.06
2 CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	19	4,826.04	6,517.92
(ii) Trade Payables			
Total Outstanding dues of Micro & Small enterprises	20	-	-
Total Outstanding dues of Others	20	1,764.68	1,924.35
(iii) Other Financial Liabilities	21	120.13	152.56
(b) Other Current Liabilities	22	122.83	276.35
(c) Provisions	23	499.76	585.86
(d) Current Tax Liabilities(Net)	24	64.74	38.37
		7,398.18	9,495.39
TOTAL EQUITIES AND LIABILITIES		21,080.03	23,754.89
Significant Accounting Policies and Notes on Financial Statements	1 to 44		

As per our attached Report of even date

For and on behalf of the Board

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020

Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED

Consolidated Statement of Profit and loss for the period ended March 31, 2020 (Rs. In Lakhs except per share data)

Particulars	Note	As at	
		March 31, 2020	March 31, 2019
Revenue			
Revenue from operations	25	35,775.18	46,517.06
Other Income	26	62.40	211.84
TOTAL		35,837.59	46,728.90
Expenses			
Cost of Material Consumed	27	25,432.70	36,953.64
Purchase of Stock in trade	28	623.12	687.79
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	29	692.05	(914.37)
Employee benefit expenses	30	1,105.48	1,077.18
Finance Cost	31	906.63	1,118.62
Depreciation and amortization expense	3	609.96	632.81
Other expenses	32	6,344.21	6,450.53
TOTAL		35,714.15	46,006.20
Profit / (Loss) before tax before exceptional items and tax		123.44	722.70
Exceptional items	33	-	(1.49)
Profit / (Loss) before tax before Share of Profit/(Loss) in associates		123.44	721.20
Share of Profit/(Loss) in associates		(83.59)	(24.59)
Profit / (Loss) before tax		39.85	696.61
Tax Expenses Continued Operations			
Current Tax		147.00	148.00
Deferred Tax		(348.66)	(37.15)
Profit / (Loss) for the year from Continuing Operations		241.50	585.76
Profit / (Loss) for the year of Discontinued Operations		-	-
Tax Expenses Discontinued Operations			
Current Tax		-	-
Deferred Tax		-	-
Profit / (Loss) for the year of Discontinued Operations (after tax)		-	-
Profit / (Loss) for the period		241.50	585.76
Other Comprehensive Income	34		
A (i) Items that will not be reclassified to profit or loss		8.94	5.00
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Period for the period)		250.44	590.76
Earnings per Equity Share (for Continuing operations) (Face value of Rs.10/- each)	38		
- Basic		1.78	4.32
- Diluted		1.78	4.32
Earnings per Equity Share (for discontinued operations) (Face value of Rs.10/- each)			
- Basic		1.78	4.32
- Diluted		1.78	4.32
Significant Accounting Policies and Notes on Financial Statements	1 to 44		

As per our attached Report of even date

For and on behalf of the Board

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020
Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED

Consolidated Cash Flow Statement For the year ended 31st March, 2020 (Rs. In Lakhs except per share data)

Particulars	Year ended		Year ended	
	31 st March, 2020		31 st March, 2019	
A Cash Flow from Operating Activities				
Profit / (Loss) before tax		123.44		721.20
Adjustments for:				
Depreciation & Amortisation	609.96		632.81	
Interest Expense	906.63		1,118.62	
Provision for gratuity	17.16		12.42	
Loss / (Profit) on sale of assets	-		1.49	
Remeasurement of defined benefit plans	8.94	1,542.70	5.00	1,770.34
Operating Profit before Working Capital Changes		1,666.14		2,491.54
Adjustments for:				
Trade Receivables	40.13		641.41	
Inventories	2,047.69		(2,274.15)	
Other financial assets	(4.75)		(143.92)	
Other Current Assets	254.80		1,129.93	
Other Non-Current Assets	6.68		14.56	
Trade Payables	(159.66)		(276.76)	
Other Financial Liabilities	(32.43)		20.08	
Other Current Liabilities	(153.52)		(8.56)	
Provisions	(86.10)	1,912.85	298.19	(599.22)
Net Cash generated from / (used) in Operating Activities		3,578.98		1,892.32
Taxes (Paid) / Refund (net)		(120.63)		(109.63)
Cash Flow before extraordinary items		3,458.35		1,782.69
Net Cash generated from / (used) in Operating Activities		3,458.35		1,782.69
B Cash Flow from Investing Activities				
(Purchase)/ Sale of Tangible Assets (Net)	(377.44)		(314.36)	
(Purchase)/ Sale of Investments (Net)			-	
Investment in Fixed deposit receipts	185.93		(12.29)	
Movement in Long Term Loans and Advances	(118.84)		(395.78)	
Net Cash generated from / (used in) Investing Activities		(310.35)		(722.42)
C Cash Flow from Financing Activities				
Interest Paid	(906.63)		(1,118.62)	
Proceeds from/(Repayment of) Long Term Loans	(496.60)		(175.16)	
Proceeds from/(Repayment of) Short Term Loans	(1,691.87)		150.04	
Net Cash generated from / (used in) Financing Activities		(3,095.11)		(1,143.75)
Net increase / (decrease) in Cash and Cash Equivalents (A+B+C+D)		52.89		(83.48)
Opening Balance of Cash and Cash Equivalents		18.32		101.79
Closing Balance of Cash and Cash Equivalents		71.21		18.32
Net increase / (decrease) in Cash and Cash Equivalents		52.89		(83.48)

As per our attached Report of even date

For and on behalf of the Board

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

Date: 30th June 2020
Place : Raipur

MAHAMAYA STEEL INDUSTRIES LIMITED

Consolidated Statement of Changes in Equity for the period ended March 2020

(Rs. In Lakhs except per share data)

A. Equity Share Capital

Balance at the beginning of the reporting period as on 1st April 2018	Changes during the year 2018-19	Changes during the year 2019-20	Balance at the end of the reporting period as on 31st March 2020
1357.04	-	-	1357.04

B. Other Equity

	Equity Component of Compound Financial	Reserve and Surplus				Capital Reserve on Consolidation	Total
		General Reserves	Securities Premium	Capital Redemption Reserve	Retained Earnings		
Balance at the beginning of reporting period as on 1st April 2018	2,241.59	1,985.23	128.72	2,602.06	40.11	640.86	7,638.56
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of reporting period	2,241.59	1,985.23	128.72	2,602.06	40.11	640.86	7,638.56
Profit for the year 2018-19					585.76		585.76
Other comprehensive income for the year 2018-19					5.00		5.00
Adjustment on discontinuation of associates					3.09		3.09
Issued during the year			-	-	-		-
Dividends	-						-
Transferred to Retained Earnings							-
Any other change							-
Redeemed during the year				-			-
Balance at the end of reporting period as on 31st March 2019	2,241.59	1,985.23	128.72	2,602.06	633.95	640.86	8,232.40

MAHAMAYA STEEL INDUSTRIES LIMITED

Consolidated Statement of Changes in Equity for the period ended March 2020

(Rs. In Lakhs except per share data)

	Equity Component of Compound Financial	Reserve and Surplus				Capital Reserve on Consolidation	Total
		General Reserves	Securities Premium	Capital Redemption Reserve	Retained Earnings		
Balance at the beginning of reporting period as on 1st April 2019	2,241.59	1,985.23	128.72	2,602.06	633.95	640.86	8,232.40
Changes in Accounting policy or prior period errors	-	-	-	-	-		-
Restated balance at the beginning of reporting period	2,241.59	1,985.23	128.72	2,602.06	633.95	640.86	8,232.40
Profit for the year 2019-20					241.50		241.50
Other comprehensive income for the year 2019-20					8.94		8.94
Transfer from Securities Premium			-	-	-		-
Issued during the year	-						-
Dividends							-
Transferred to Retained Earnings							-
Redeemed during the year				-			-
Balance at the end of reporting period as on 31st March 2020	2,241.59	1,985.23	128.72	2,602.06	884.39	640.86	8,482.84

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As per our attached Report of even date

For and on behalf of the Board

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Date: 30th June 2020
Place : Raipur

Rajesh Agrawal
Managing Director
DIN - 00806417

Jaswinder Kaur Mission
Company Secretary

Rekha Agrawal
Director
DIN - 00597156

Suresh Raman
CFO

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes To The Consolidated Financial Statements For The Year Ended 31st March, 2020

1. CORPORATE INFORMATION

Mahamaya Steel Industry a major industry in the group is a 22 years young company, manufacturing steel structures in the shape of Angles, Beams, Joist, Channels, Rounds, Flats, Railway sleepers etc. It has high capacity structural rolling mills with full fledged supportive SMS. Mahamaya has many prestigious customers ranging from BHEL, BHPV, MAHAGENCO, CSPDCL, TNEB, GETCO, MSPDCL, MPPDCL, ONGC, RAILWAYS, RELIANCE, JINDAL etc. It is also conversion agent of SAIL, JINDAL. Mahamaya is one of the few in the country who manufactures 600 MM joist and 250 MM angles. Mahamaya has kept pace with modern time, by continuously modernizing its plant and equipment so that its product conforms to specification as required by different customers. The product are inspected by world renowned inspection agencies like – BIS, TUV, DNV, BUREAU VARITAS, SGS, LLOYDS, ABS, RDSO etc. The company is a public limited company incorporated and domiciled in India and has its registered office at Raipur, Chhattisgarh. The company is listed its shares on Bombay Stock Exchange Ltd (BSE) & National Stock Exchange (NSE).

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

The Consolidated financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value:

- Certain financial assets and liabilities (including derivative instruments) and
- Defined benefit plans - plan assets

"The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013. Company's financial statements are presented in Indian Rupees (INR), which is also its functional currency. "

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Property, Plant and Equipment (PPE)

- i) Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.
- ii) Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. In the carrying amount of an item of PPE, the cost of replacing the part of such an item is recognized when that cost is incurred if the recognition criteria are met. The carrying amount of those parts that are replaced is derecognized in accordance with the derecognition principles.
- iii) Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre - operative expenses and disclosed under Capital Work - in - Progress.

- iv) "Depreciation on property, plant and equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except, in respect of Rolls, where useful life taken for one year only as per technical advise. Each part of an item of Property, Plant & Equipment with a cost that is significant in relation to total cost of the Machine is depreciated separately, if its useful life is different than the life of the Machine."
- v) The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.
- vi) Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.
- vii) Spare parts procured along with the Plant & Machinery or subsequently which meet the recognition criteria are capitalized and added in the carrying amount of such item. The carrying amount of those spare parts that are replaced is derecognized when no future economic benefits are expected from their use or upon disposal. Other machinery spares are treated as "stores & spares" forming part of the inventory.

b) Leases

- i) Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.
- ii) Leased assets: Assets held under finance leases are initially recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.
- iii) Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately in Statement of Profit and Loss, unless they are directly attributable to qualifying assets, in which case they are capitalized. Contingent rentals are recognised as expenses in the periods in which they are incurred.
- iv) A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
- v) Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

c) Intangible assets

- i) Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization /depletion and impairment

loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

- ii) Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.
- iii) Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

d) Capital Work in Progress

- i) Expenditure incurred on assets under construction (including a project) is carried at cost under Capital Work in Progress. Such costs comprises purchase price of asset including import duties and non-refundable taxes after deducting trade discounts and rebates and costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- ii) Cost directly attributable to projects under construction include costs of employee benefits, expenditure in relation to survey and investigation activities of the projects, cost of site preparation, initial delivery and handling charges, installation and assembly costs, professional fees, expenditure on maintenance and up-gradation etc. of common public facilities, depreciation on assets used in construction of project, interest during construction and other costs if attributable to construction of projects. Such costs are accumulated under "Capital works in progress" and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects.
- iii) Capital Expenditure incurred for creation of facilities, over which the Company does not have control but the creation of which is essential principally for construction of the project is capitalized and carried under "Capital work in progress" and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects, keeping in view the "attributability" and the "Unit of Measure" concepts in Ind AS 16- "Property, Plant & Equipment". Expenditure of such nature incurred after completion of the project, is charged to Statement of Profit and Loss.

e) Research and Development Expenditure

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are charged to the Statement of Profit and Loss unless a product's technological and commercial feasibility has been established, in which case such expenditure is capitalised.

f) Finance Cost

- i) Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs directly attributable to the acquisition, construction or production

of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

- ii) Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.
- iii) All other borrowing costs are expensed in the period in which they occur.

g) Inventories

- i) Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.
- ii) Cost of raw materials, stores and spares, packing materials, trading and other products are determined at Cost, with moving average price on FIFO basis

h) Impairment of non-financial assets - property, plant and equipment and intangible assets

- i) The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.
- ii) An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.
- iii) The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

i) Provisions, Contingent Liabilities and Contingent Assets and Commitments

- i) Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Such provisions are determined based on management estimate of the amount required to settle the obligation at the balance sheet date. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a standalone asset only when the reimbursement is virtually certain.
- ii) If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability.

When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

- iii) Contingent liabilities are disclosed on the basis of judgment of management. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.
- iv) Contingent assets are not recognized but are disclosed in the financial statements when inflow of economic benefits is probable.

h) Income Taxes

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the other comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

ii) Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

i) Foreign Currency Transactions

- i) Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.
- ii) Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets, are capitalized as cost of assets.
- iii) Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or Statement of Profit and Loss are also recognised in OCI or Statement of Profit and Loss, respectively).

j) Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefits Plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective IT authorities. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

Employee Separation Costs

Compensation to employees who have opted for retirement under the voluntary retirement scheme of the Company is payable in the year of exercise of option by the employee. The Company recognises the employee separation cost when the scheme is announced and the Company is demonstrably committed to it.

k) Revenue recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably.

Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue from operations includes sale of goods, services, service tax, excise duty and adjusted for discounts (net), and gain/ loss on corresponding hedge contracts.

Interest income

Interest income from a financial asset is recognised using effective interest rate (EIR) method.

Dividends

Revenue is recognised when the Company's right to receive the payment has been established, which is generally when shareholders approve the dividend.

l) Insurance Claims

Insurance claims are accounted for on the basis of claims admitted/ expected to be admitted to the extent that there is no uncertainty in receiving the claims.

m) Financial Instruments

i) Financial Assets

A. Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.

B. Subsequent measurement

Financial assets carried at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL.

C. Investment in subsidiaries, Associates and Joint Ventures

The Company has elected to measure investment in subsidiaries, joint venture and associate at cost. On the date of transition, the fair value has been considered as deemed cost. Investment in Equity shares & Mutual Funds etc., are classified at fair value through the profit and loss account.

D. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

E. Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed. For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii) Financial Liabilities

A. Initial recognition and measurement

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derivative financial instruments and Hedge Accounting

The Company uses various derivative financial instruments such as interest rate swaps, currency swaps, forwards & options and commodity contracts to mitigate the risk of changes in interest rates, exchange rates and commodity prices. Such derivative financial instruments are initially recognised at fair value on the date on

which a derivative contract is entered into and are also subsequently measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except for the effective portion of cash flow hedges which is recognised in Other Comprehensive Income and later to Statement of Profit and Loss when the hedged item affects profit or loss or treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a non-financial assets or non-financial liability.

Hedges that meet the criteria for hedge accounting are accounted for as follows:

a) Cash flow hedge

The Company designates derivative contracts or non derivative financial assets / liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of other comprehensive income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

b) Fair Value Hedge

The Company designates derivative contracts or non derivative financial assets / liabilities as hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to Statement of Profit and Loss over the period of maturity.

Derecognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

n) Operating Cycle

The Company presents assets and liabilities in the balance sheet based on current / non-current classification based on operating cycle.

An asset is treated as current when it is:

- a. Expected to be realized or intended to be sold or consumed in normal operating cycle;
- b. Held primarily for the purpose of trading;
- c. Expected to be realized within twelve months after the reporting period, or
- d. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- a. It is expected to be settled in normal operating cycle;
- b. It is held primarily for the purpose of trading;
- c. It is due to be settled within twelve months after the reporting period, or
- d. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The company has identified twelve months as its operating cycle.

o) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

p) Dividend Distribution

Dividend distribution to the shareholders is recognised as a liability in the company's financial statements in the period in which the dividends are approved by the company's shareholders.

q) Statement of Cash Flows

i) Cash and Cash equivalents

- ii) Statement of Cash Flows is prepared in accordance with the Indirect Method prescribed in the relevant Accounting Standard.

2.3 CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the financial statements in conformity with the Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures as at date of the financial statements and the reported amounts of the revenues and expenses for the years presented. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates under different assumptions and conditions. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

a) Depreciation / amortisation and useful lives of property plant and equipment / intangible assets

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

b) Recoverability of trade receivable

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

c) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

d) Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

e) Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

MAHAMAYA STEEL INDUSTRIES LIMITED**Notes To The Consolidated Financial Statements For The Year Ended 31st March, 2020****3. Property, Plant and Equipment**

(Rs. In Lakhs except per share data)

Particulars	Gross Block (at cost)				Depreciation / Amortisation				Net Block	
	As at 31 March, 2019	Additions during the year	Deductions	As at March 31, 2020	Upto March 31, 2019	For the year	Deductions	Up to March 31, 2020	As at March 31, 2020	As at March 31, 2019
Leasehold Land & Site Development	34.58	-	-	34.58	0.61	-	-	0.61	33.98	33.98
Freehold Land	796.44	-	-	796.44	-	-	-	-	796.44	796.44
Building	1,092.76	17.68	-	1,110.44	140.11	48.54	-	188.65	921.79	952.65
Plant & Equipment	6,306.45	316.96	-	6,623.41	1,673.57	530.02	-	2,203.59	4,419.82	4,632.88
Furniture & Fixtures	53.60	9.89	-	63.49	29.20	7.10	-	36.30	27.19	24.40
Vehicles	176.53	32.91	-	209.44	44.62	24.30	-	68.92	140.52	131.91
Total	8,460.37	377.44	-	8,837.81	1,888.11	609.96	-	2,498.07	6,339.74	6,572.27

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**4. Non Current Investments**

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Unquoted Equity & Preference Shares (Valued at cost unless otherwise stated)		
In Associate Concerns:		
874000 Equity Shares of Rs.10/- each in Devi Iron and Power Private Limited	294.40	294.40
2247000 Pref. share of Rs. 10/- each in Devi Iron and Power Private Limited	999.92	999.92
1317000 Pref. share of Rs. 100/- each in Devi Iron and Power Private Limited	1,396.02	1,396.02
47500 Equity Shares of Rs.10/- each in Mahamaya Charitable Foundation	4.75	4.75
2788200 Equity Shares of Rs. 10/- each at Rs.2/- each in Abhishek Steel Industries Ltd.	375.13	458.72
Total	3,070.22	3,153.81

Aggregate amount of quoted investments	NIL	NIL
Aggregate amount of unquoted investments	3,070.22	3,153.81
Aggregate amount of impairment in value of investments	NIL	NIL

5. Loans

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
(Unsecured, considered good unless otherwise stated)		
Security deposits	905.34	786.50
Total	905.34	786.50

6. Other financial assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Electricity duty receivable	1,105.69	1105.69
Total	1,105.69	1105.69

7. Other Non Current assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Capital Advances	4.04	10.72
Total	4.04	10.72

8. Inventories

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Raw materials	2727.10	4383.19
Finished Goods	2916.95	3608.99
Stores and spares (valued at lower of cost and net realizable value)	682.33	381.89
Total	6326.38	8374.07

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**9. Trade Receivables (Unsecured)**

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
(Unsecured, considered good unless otherwise stated)		
1) Outstanding for a period exceeding six months from the date they are due for payment	631.27	688.05
2) Other Debts	1,056.91	1,040.26
	1,688.18	1,728.31
Less: Provision for Doubtful Debts	-	-
Total	1,688.18	1,728.31

10. Cash and Bank Balances

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Cash & Cash Equivalents		
Balances with Banks in		
Current Accounts	66.94	16.84
Cash on Hand	4.27	1.48
	71.21	18.32
Other Bank Balances		
In deposit account with more than three months but less than twelve months maturity	234.75	420.68
	234.75	420.68
Total	305.96	439.00

11. Other financial assets

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Other Receivable	41.71	36.97
Total	41.71	36.97

12. Current Tax Assets (Net)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Taxes paid in advance less provisions	-	-
Total	-	-

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

13. Other current assets

(Rs. In Lakhs except per share data)

Particulars	As at	
	March 31, 2020	March 31, 2019
a) Advances other than Capital Advances		
Advances for Raw Materials		
Related Parties	506.37	727.68
Others	446.39	383.19
Advances for Stores, Consumables and Expenses	77.56	50.59
Staff, Tour & Imprest advances	10.88	12.41
b) Others		
Balances with Tax Authorities	177.13	319.77
Earnest Money deposits with customers	40.08	39.58
Prepaid Expenses	34.36	14.34
Total	1,292.76	1,547.56

14. Share capital

Particulars	As at		As at	
	March 31, 2020		March 31, 2019	
	Number	Amount	Number	Amount
Authorised:				
1,50,00,000 Equity Shares of Rs. 10/- (Ten) each	150.00	1,500.00	150.00	1,500.00
	150.00	1,500.00	150.00	1,500.00
Issued:				
1,35,76,000 Equity Shares of Rs. 10/- (Ten) each	135.76	1,357.60	135.76	1,357.60
	135.76	1,357.60	135.76	1,357.60
Subscribed & Paid up :				
1,35,70,400 Equity Shares of Rs. 10/- (Ten) each	135.70	1,357.04	135.70	1,357.04
	135.70	1,357.04	135.70	1,357.04
	135.70	1,357.04	135.70	1,357.04

b. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

Particulars	As at		As at	
	March 31, 2020		March 31, 2019	
	Number	Amount (in Rupees)	Number	Amount (in Rupees)
Reconciliation of the number of shares outstanding at the beginning and at the end of the year:				
No of shares outstanding at the beginning of the year	135.70	1,357.04	135.70	1,357.04
No of shares outstanding at the end of the year	135.70	1,357.04	135.70	1,357.04

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

c. Shares held by the holding Company / Associate Company and shareholders holding more than 5% shares in the Company

Name of the Shareholder	As at March 31, 2020		As at March 31, 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares:				
Abhishek Steel Industries Ltd	13	9.94%	13	9.94%
Rajesh Agrawal	34	24.83%	32	23.68%
Rajesh Agrawal (HUF)	10	7.67%	7	5.14%
Ramanand Agrawal (HUF)	2	1.68%	8	5.86%
Rekha Agrawal	20	14.57%	20	14.57%

15. Other Equity

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Capital Redemption Reserve:		
Balance as per the last financial statements	2,602.06	2,602.06
	2,602.06	2,602.06
Securities Premium Account:		
Balance as per the last financial statements	128.72	128.72
	128.72	128.72
General Reserve:		
Balance as per the last financial statements	1,985.23	1,985.23
	1,985.23	1,985.23
Surplus:		
Balance as per the last financial statements	633.95	40.11
Add: Profit/(Loss) for the period	250.44	590.76
Add: Adjustment on Discontinuation of Associate	3.09	
	884.39	633.95
Equity Component of Compound Financial Instruments		
Balance as per the last financial statements	2,241.59	2,241.59
	2,241.59	2,241.59
Capital Reserve on consolidation	640.86	640.86
Total	8,482.84	8,232.40

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**16. Long Term Borrowings**

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Secured		
Term Loans from banks	185.27	282.84
Vehicle Loans from banks	26.66	55.10
(Secured by way of First pari passu charge on assets of the Company and personal guarantee of some of the directors)		
Unsecured		
From Banks & Others	-	128.70
Note : There is no default, as at the balance sheet date, in repayment of any of above Loans.		
Debt component of Preference shares	2,726.49	2,968.39
Total	2,938.42	3,435.02

16 (a) Details of Repayment of Term Loan

Lender	Nature of facility	Terms of repayment
Uco Bank Limited	Term Loan	84 Monthly Installments of Rs. 4.26 Lacs each
Andhra Bank Limited	Term Loan	84 Monthly Installments of Rs. 3.48 Lacs each
Axis Bank Limited	Vehicle Loan	48 Monthly Installments of Rs. 0.73 Lacs each
HDFC Bank Limited	Vehicle Loan	36 Monthly Installment of Rs. 0.43 Lacs each
HDFC Bank Limited	Vehicle Loan	47 Monthly Installments of Rs. 0.66 Lacs each "
ICICI Bank Limited	Vehicle Loan	35 Monthly Installments of Rs. 0.32 Lacs each
TATA Capital Financial Services Limited	Vehicle Loan	31 Monthly Installments of Rs. 0.77 Lacs each

16(b) Nature of Security :

- Term Loan are secured by a first pari passu charge over immovable and movable assets of the company, both present and future.
- Vehicle loans from banks and financial institution are secured by hypothecation and mortgage of specific assets from various banks and Financial Institutions.

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020

- c) The cash credit facilities and Letter of Credit from Banks are secured by first pari passu charge over entire current assets i.e. stocks of raw materials, finished goods, stock in process, stores & consumables, trade receivables of the Company and second charge over the other movable assets and immovable assets of the Company.

16(c) Personal guarantee of directors, (i) Mr. Rajesh Agrawal (ii) Mrs. Rekha Agrawal Gurantee of Relative of the Directors : (i) Mr. Ramanand Agrawal

16(d) a) There is no default, continuing or otherwise, as at the Balance Sheet Date, in repayment of principal as well as interest of any of the above loan.

- b) Current maturities of loan terms debts disclose under the sub-head "other financial liabilities" of head "current liabilities".

17. Long Term Provisions

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Gratuity (Refer Note 36)	66.69	49.52
Total	66.69	49.52

18. Deferred Tax Liabilities

The Movement on the deferred tax account is as follows

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
At the Start of the Year	1,185.51	1,222.66
Charge/(Credit) to Statement of Profit & Loss	(348.66)	37.15
At the End of the Year	836.86	1,185.51

Component of Deferred Tax Liabilities/(Assets)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	Charge/(Credit) to Statement of Profit & Loss	As at March 31, 2019
Deferred Tax Liabilities/(Assets) in relation to :			
Property, Plant & Equipment	771.59	(322.80)	1,094.38
Provision for Bonus	-	-	-
Provision for Gratuity	(16.79)	(0.25)	(16.53)
Unabsorbed Dep & Losses setoff	-	-	-
Loss on sale of shares [C/F Losses]	(1.50)	-	(1.50)
Electricity Duty Receivable	82.65	(26.96)	109.62
Unused MAT Credit	-	2.64	(2.64)
Others	0.90	(1.29)	2.19
Loss on Sale of Vehicle	-	-	-
Provision for leave encashment	-	-	-
Total	836.86	(348.66)	1,185.51

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**19. Short Term Borrowings**

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Secured (Refer Note No. 16 (b)(c))		
Working Capital facilities from Banks		
Cash Credit facilities	3,292.74	3,199.51
Letter of Credit facilities	1,060.63	2,954.49
Unsecured		
From related parties		67.00
Others	472.67	313.92
Note : There is no default, as at the balance sheet date, in repayment of any of above Loans.		
Total	4,826.04	6,517.92

1 There is no default, continuing or otherwise, as at the Balance Sheet Date, in re-payment of principal as well as interest of any of the above loan.

20. Trade Payables

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Total Outstanding dues of Micro & Small enterprises Other than Acceptances	-	-
Total	-	
Total Outstanding dues of Others		
Raw Materials	1,511.11	1,730.36
- Others	253.58	193.98
Total	1,764.68	1,924.35

21. Other Financial Liabilities

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Current maturities of long-term debt	120.13	152.56
Total	120.13	152.56

22. Other Current Liabilities

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Security Deposits	7.94	4.55
Advances from Customers		
- Others	92.69	257.84
Provision for Statutory dues	22.20	13.96
Total	122.83	276.35

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**23. Short Term Provisions**

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Employees' Salary & Related Expenses	110.70	100.79
Other Provisions	389.06	485.06
Total	499.76	585.86

24. Current Tax Liabilities (Net)

(Rs. In Lakhs except per share data)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Tax	64.74	38.37
Total	64.74	38.37

25. Revenue from operations

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Sale of products	35,568.20	46,389.64
Other operating revenues	206.99	127.42
Total	35,775.18	6,517.06

26. Other Income

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Interest Income of Bank Deposits	14.80	23.25
Interest Income on Others	46.95	81.25
Income on Foreign Exchange Fluctuation	0.65	0.38
Electricity duty receivable	-	106.95
Total	62.40	211.84

27. Cost of Material Consumed

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Raw Material Consumed		
Imported*	-	-
Indigenously obtained (net of disposal)	23,917.77	34,714.26
	23,917.77	34,714.26
Spare Parts and Components Used		
Imported*	19.24	27.15
Indigenously obtained (net of disposal)	1,495.68	2,212.23
	1,514.93	2,239.38
Total	25,432.70	36,953.64

*Value Includes full landed cost

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**28. Purchase of Stock-in-Trade**

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Trading Purchase	623.12	687.79
Total	623.12	687.79

29. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade (Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Stock (At Commencement)		
Finished goods	3,608.99	2,694.63
Stock (At End)		
Finished goods	2,916.95	3,608.99
(Increase) / Decrease Stocks Of Finished Goods	692.05	(914.37)
Variation of Excise duty on Closing stock	-	-
Increase/(Decrease) in inventories of Finished Goods & Work In Progress	692.05	(914.37)
Total	692.05	(914.37)

30. Employee Benefits Expense

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Salaries, wages and bonus	995.32	956.94
Contribution to provident and other funds	49.09	55.30
Gratuity Expenses	26.72	20.11
Workmen and Staff welfare expenses	34.35	44.82
Total	1,105.48	1,077.18

31. Finance costs

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Interest expense	833.65	1,024.45
Other financial costs	72.98	94.18
Total	906.63	1,118.62

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**32. Other expenses**

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
A. Manufacturing Expenses		
Power and Fuel	5,598.66	5,241.03
Contractors' Payment	140.89	155.85
Conversion Charges	63.28	165.08
Other Manufacturing charges	122.27	126.00
Repairs and maintenance -		
Machinery	19.54	28.79
Others	28.11	11.83
B. Administrative, Selling & Distribution Expenses		
Insurance	22.95	13.74
Rates & Taxes	18.77	44.46
Directors Remuneration	53.18	52.92
Directors Sitting Fees	0.95	0.93
Legal & Professional Charges	27.17	28.32
Traveling & Conveyance	4.96	9.27
Communication expenses	3.36	2.72
Auditors Remuneration (Refer Note 37)	6.00	6.00
Other Administrative Expenses	48.31	66.40
Bad Debts	-	354.74
Selling & Distribution Expenses	185.79	142.46
Total	6,344.21	6,450.53

33. EXCEPTIONAL ITEM

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Profit/ (Loss) on sale of Fixed Assets	-	(1.49)
Profit/ (Loss) on Sale of Shares	-	-
Total	-	(1.49)

34. OTHER COMPREHENSIVE INCOME

(Rs. In Lakhs except per share data)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
(A) Items that will not be reclassified into profit or loss		
(i) Remeasurement of defined benefit plans	-	5.00
Total (A)	-	5.00
(B) Items that will be reclassified to profit or loss	-	-
Total (B)	-	-

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

35. RELATED PARTIES DISCLOSURES

- (i) As per Ind AS 24, the disclosures of transactions with the related parties are given below:
List of related parties where control exists and also related parties with whom transactions have taken place and relationships:

Nature of Relationship	Name of Related Party
A. Associate Concerns	1. Abhishek Steel Industries Limited
B. Key Managerial Persons	1. Shri Rajesh Agrawal 2. Smt. Rekha Agrawal 3. Shri Suresh Raman
C. Relatives of Key Managerial Persons	1. Rajesh Agrawal HUF 2. Shri Anand Agrawal 3. Smt. Asha Devi Agrawal 4. Shri Ramanand Agrawal 5. Shri Ramanand Agrawal (HUF)
D. Enterprise over which Key management and their relatives exercise significant influence with whom transactions have taken place during the year	1. Antriksh Commerce Private Limited 2. Callidora Traders Private Limited 3. Mark Vision Multi Services Private Limited 4. Devi Iron and Power Private Limited 5. Escort Finvest Private Limited 6. Adept IT solutions (P) ltd. 7. JSR Networks Pvt. Ltd. 8. Mahamaya Charitable Foundation

(ii) Transaction during the year with related parties:

(B) Related Party Transactions

(Rs. In Lakhs except per share data)

Nature of Transactions	Associate and Enterprises where KMP or their relatives hold significant influence.		Key Managerial Person & their relatives		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
1. Sale of Finished Goods/Fixed assets/ Trading Sale/Services	102.51	6840.06	0.00	0.00	102.51	6840.79
2. Purchase of Raw Materials/Capital Goods/Trading Purchase/Services	3805.43	3997.05	0.00	0.00	3805.43	4010.97
3. Managerial Remuneration	0.00	0.00	53.18	52.92	53.18	52.92
4. Unsecured Loan Received	130.00	0.00	0.00	50.00	130.00	50.00
5. Unsecured Loan Repaid	0.00	0.00	50.00	67.00	50.00	67.00
6. Redemption of Preference Shares	420.00	220.00	0.00	0.00	420.00	220.00
7. Conversion Charges Paid	3.23	0.00	0.00	0.00	3.23	0.00
8. Accounts Receivable	506.37	60.26	0.00	0.00	506.37	727.68
9. Loans Payable	131.41	0.00	0.00	50.00	131.41	50.00
10. Accounts Payable	0.00	0.00	2.99	5.41	2.99	5.41
11. Interest Exp	1.57	0.00	0.00	0.00	1.57	0.00
12. CSR Expenses	6.55	0.00	0.00	0.00	6.55	0.00
13. Transportation Charges Paid	0.00	0.00	28.32	28.32	28.32	28.32

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**(C)Details of Material Transactions**

(Rs. In Lakhs except per share data)

Transactions which are more than 10% or the Total Transactions of the same type with related parties during the year:

Particulars	2019-20	2018-19
Sale of Finished Goods/Fixed assets/Trading Sale/Services		
Devi Iron and Power Private Limited	63.26	81.32
Abhishek Steel Industries Ltd.	39.25	6758.74
Purchase of Raw Materials/Capital Goods/Trading Purchase		
Abhishek Steel Industries Ltd.	2797.77	2249.00
Devi Iron and Power Private Limited	1007.66	1748.04
Transportation Charges Paid		
Shri Rajesh Agrawal (HUF)	28.32	28.32
Managerial Remuneration		
Shri Suresh Raman 5.18	4.92	
Shri Rajesh Agrawal 48.00	48.00	
CSR Expenses		
Mahamaya Charitable Foundation	6.55	0.00
Interest Expenses		
Escort Finvest Private Limited	1.57	0.00
Unsecured Loan Received		
Shri Rajesh Agrawal	0.00	50.00
Smt. Rekha Agrawal	0.00	0.00
Antriksh Commerce Private Limited	0.00	0.00
Escort Finvest Private Limited	130.00	0.00
Unsecured Loans Repaid		
Shri Rajesh Agrawal	50.00	17.00
Antriksh Commerce Private Limited	0.00	0.00
Escort Finvest Private Limited	0.00	0.00
Smt. Rekha Agrawal	0.00	50.00
Redemption of Preference Shares		
Escort Finvest Private Limited	243.50	220.00
Antriksh Commerce Private Limited	176.50	0.00
Conversion Charges Paid		
Abhishek Steel Industries Ltd.	3.23	0.00

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020

Particulars	2019-20	2018-19
Accounts Receivable		
Abhishek Steel Industries Ltd.	485.17	8.20
Devi Iron and Power Private Limited	21.20	52.06
Loans Payable		
Shri Rajesh Agrawal	0.00	50.00
Escort Finvest Private Limited	131.41	0.00
Accounts Payable		
Shri Rajesh Agrawal	0.00	2.90
Smt. Rekha Agrawal	0.00	0.00
Shri Suresh Raman	0.37	0.41
Shri Rajesh Agrawal (HUF)	2.62	2.10

As per our attached Report of even date

For, **K P R K & ASSOCIATES**
Chartered Accountants
Firm Registration No. 103051W

CA Swapnil M. Agrawal
Partner
(Membership No. 121269)

Date: 30th June 2020
Place : Raipur

For and on behalf of the Board

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020**36. As per IND AS 19 "Employee benefits", the disclosures as defined are given below:**

Defined Contribution Plans

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:

(Rs. In Lakhs except per share data)

Particulars	2019-20	2018-19
Employer's Contribution to Provident Fund	24.48	23.65

The Company's Provident Fund is exempted under section 17 of Employees' Provident Fund and Miscellaneous Provisions Act, 1952.

Defined Benefit Plan

(Rs. In Lakhs except per share data)

Reconciliation of opening and closing balances of Defined Benefit Obligation

Particulars	Gratuity (Non-Funded)	
	2019-20	2018-19
Defined Benefit Obligation at beginning of the year	49.52	37.11
Current Service Cost	22.91	17.36
Interest Cost	3.81	2.75
Past Servicer Cost (Vested benefits)	-	-
Benefits paid	(0.62)	(2.70)
Actuarial (Gain)/Loss	(8.94)	(5.00)
Defined Benefit Obligation at year end	66.69	49.52

Since the entire amount of plan obligation is unfunded, therefore change in fair value of plan assets are not given. Further the entire amount of plan obligation is unfunded, therefore categories of plan assets as a percentage of the fair value of the total plan assets and company's expected contribution to the plan assets in the next year is not given.

Reconciliation of fair Value of Assets and Obligations

(Rs. In Lakhs except per share data)

Particulars	Gratuity (Non-Funded)	
	As at 31st March 2020	As at 31st March 2019
Fair value of Plan Assets	-	-
Present Value of Obligation	66.69	49.52
Amount recognised in Balance Sheet (Surplus/(Deficit))	(66.69)	(49.52)

Expenses recognised during the year

(Rs. In Lakhs except per share data)

Particulars	Gratuity (Non-Funded)	
	2019-20	2018-19
In Income Statement Current Service Cost	22.91	17.36
Interest Cost	3.81	2.75
Past Service Cost	-	-
Return on Plan Assets	-	-
Net Cost	26.72	20.11
In Other Comprehensive Income		
Actuarial (Gain)/Loss	8.94	(5.00)
Return on Plan Assets	-	-
Net (Income)/Expenses for the period recognised in OCI	(8.94)	(5.00)

MAHAMAYA STEEL INDUSTRIES LIMITEDNotes to the Consolidated financial statements for the year ended 31st March, 2020 (Rs. In Lakhs except per share data)

Actuarial Assumptions	Gratuity (Non-Funded)	
Indian Assured Lives Mortality (2006-2008) ultimate	2006-08	2006-08
Discount rate (per annum)	7.00%	7.70%
Expected rate of return on plan assets (per annum)	N/A	N/A
Rate of escalation in salary (per annum)	6.00%	6.00%
Expected Average remaining working lives of employees Years)	23.02	24.03
Employee Turnover	8% at younger ages and reducing to 1% at older age according to graduated scale	8% at younger ages and reducing to 1% at older age according to graduated scale

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflations, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

Sensitivity Analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employment turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below: (Rs. In Lakhs except per share data)

Particulars	As at 31st March,2020		As at 31st March,2019	
	Decrease	Increase	Decrease	Increase
Change in discounting rate	0.05%	-	0.05%	-
Change in rate of salary Escalation	-	-	-	-
	(All above figures as per the actuarial valuation report)			

37. Payment to Auditors As :

(Rs. In Lakhs except per share data)

Particulars	2019-20	2018-19
(a) Auditors		
Statutory Auditors Fees	4.00	4.00
Tax Audit Fees	2.00	2.00
(b) Certification and Consultation Fees	-	-
Total	6.00	6.00

38. EARNING PER SHARES (EPS)

	2019-20	2018-19
i) Net Profit after Tax as per statement of Profit and Loss attributable to Equity Shareholders	241.50	585.76
ii) Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	135.70	135.70
iii) Weighted Average Potential Equity Shares	-	-
iv) Total Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	135.70	135.70
v) Basic Earnings Per Share (Rs.)	1.78	4.32
vi) Diluted Earning Per Share (Rs.)	1.78	4.32
vii) Face Value per Equity Share (Rs.)	10.00	10.00

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

iii) Compensation of Key Management Personnel

The remuneration of director and other member of Key Management personnel during the year was as follows:-

(Rs. In Lakhs except per share data)

	2019-20	2018-19
i Short-term benefits	48.00	48.00
ii Post employment benefits	-	-
iii Other long tem benefits	-	-
iv Share based Payments	-	-
v Termination benefits	-	-
Total	48.00	48.00

39. CONTINGENT LIABILITIES

(Rs. In Lakhs except per share data)

Particulars	As at 31 st March, 2020	As at 31 st March, 2019
Income Tax Demand	1,244.80	4,194.14
Excise duty Liability under appeal & adjudication	30.00	48.39
Outstanding Bank Guarantees	266.83	351.25

40. CAPITAL MANAGEMENT

The Company adheres to a robust Capital Management framework which is underpinned by the following guiding principles;

- Maintain financial strength to attain AAA ratings domestically and investment grade ratings internationally.
- Ensure financial flexibility and diversify sources of financing and their maturities to minimize liquidity risk while meeting investment requirements.
- Proactively manage group exposure in forex, interest and commodities to mitigate risk to earnings.
- Leverage optimally in order to maximize shareholder returns while maintaining strength and flexibility of the Balance sheet.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment.

The gearing ratio at end of the reporting period was as follows. (Rs. In Lakhs except per share data)

Particulars	As at 31 st March,2020	As at 31 st March,2019
Non-Current Liabilities (Other than DTL)	3,005.11	3,484.55
Current maturities of Long Term debts	120.13	152.56
Short-term Borrowings	4,826.04	6,467.92
Gross Debt	7,951.28	10,105.02
Cash and Cash Equivalents	71.21	18.32
Net Debt (A)	7,880.07	10,086.70
Total Equity (As per Balance Sheet) (B)	9,839.88	9,186.48
Net Gearing (A/B)	0.80	1.10

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

41. FINANCIAL INSTRUMENTS

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

Fair Value measurement hierarchy:

(Rs. In Lakhs except per share data)

Particulars	As at 31 st March, 2020	As at 31 st March, 2019
Financial Assets		
At Amortised Cost		
Trade Receivables	1,688.18	1,728.31
Cash and Bank Balances	305.96	439.00
Loans	905.34	786.50
Other Financial Assets	1,147.41	1,142.66
At FVTPL		
Investments	-	-
At FVTOCI		
Investments	3,070.22	2,750.85
Financial Liabilities		
Borrowings	7,764.46	9,952.94
Trade Payables	1,764.68	1,924.35
Other Financial Liabilities	120.13	152.56

Foreign Currency Risk:

No Exposure to foreign currency

Commodity Price Risk

Commodity price risk arises due to fluctuation in prices of raw material. The company has a risk management framework aimed at prudently managing the risk arising from the volatility in raw material prices and freight costs.

The company's commodity risk is managed centrally through well-established trading operations and control processes. In accordance with the risk management policy, the Company carefully calibrates the timing and the quantity of purchase

Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises mainly from the outstanding receivables from customers.

The company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. The credit ratings/market standing of the customers are evaluated on a regular basis.

Guarantee Given

All the above Corporate Guarantee/Loans have been given for business purpose.

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes to the Consolidated financial statements for the year ended 31st March, 2020

42. EVENTS AFTER THE REPORTING PERIOD

No events after the reporting period

43. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved for issue by the board of directors on June 30, 2020

44. OTHERS NOTES

(A) Electricity Duty exemption:

In the Financial year 2012-13 the company had applied for exemption of electricity duty in respect of electricity consumed in its SMS Plant. The company had been advised that under the Internal Policy of State of Chhattisgarh, it is entitled to get electricity duty exemption of an amount aggregating Rs.1105.69 lacs. This amount pertains to accounting year 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18 and 2018-19. The management is of the opinion that the same amount would be realized in the near future.

(B) Parties' accounts are subject to confirmation. Consequential effects adjustment, presently unascertainable, will be provided as and when confirmed.

(C) Trade Receivables, Loans & Advances and Deposits include certain over due accounts. Balances in the accounts of certain debtors, loans and advances required to be confirmed / reconciled. However, in the opinion of the Board, all current assets, loans and advances would be realized in ordinary course of the business at the value as stated.

(D) In the opinion of the Board, the provision for depreciation and all known liabilities is adequate and not in excess of the amount reasonably necessary.

(E) The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. There are no over dues to parties on account of principal amount and / or interest and accordingly no additional disclosures have been made

(F) Figures of the previous year have been reworked, rearranged/regrouped and reclassified wherever considered necessary. Accordingly, the amount and other disclosures for preceding year are included as an integral part of current year's financial statement and are to be read in relation to the amount and other disclosures relating to current year. The figures in financial statements are rounded off to the nearest lacs rupees.

(G) Separate segment wise reporting is not called for in view of the fact that mostly the revenue of the Company is from structural manufacturing and all business activities are in India only. The operations of Gas Plant of company are mainly for captive use and the surplus have been sold to external parties amount of Rs. 163.74 lakhs; the same is not fulfilling the criteria of (Ind-AS 108 (Segment Reporting)) separate reportable segment.

MAHAMAYA STEEL INDUSTRIES LIMITED

Notes To The Consolidated Financial Statements For The Year Ended 31st March, 2019

- (H) The management has reviewed the impairment position of the assets disclosed in the financial statement for the year; and there is no indication of impairment (Assets carry cost is less than the recoverable value) loss for the year

As per our attached Report of even date

For, K P R K & ASSOCIATES

Chartered Accountants
Firm Registration No. 103051W

CA Swapnil M. Agrawal

Partner
(Membership No. 121269)

Date: 30th June 2020

Place : Raipur

For and on behalf of the Board

Rajesh Agrawal
Managing Director
DIN - 00806417

Rekha Agrawal
Director
DIN - 00597156

Jaswinder Kaur Mission
Company Secretary

Suresh Raman
CFO



MAHAMAYA



MAHAMAYA STEEL INDUSTRIES LIMITED

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