

TRANSCRIPT-32ND ANNUAL GENERAL MEETING OF INDUCTO STEEL LIMITED

Transcript of 32nd Annual General Meeting of Inducto Steel Limited held on Wednesday, the 30th September, 2020 at 10:00 A.M. through Video Conferencing.

Ms. Rupali Somani, Company Secretary & Compliance Officer

Good Morning Ladies and Gentlemen, it is 10:00 A.M. September 30, 2020, on behalf of the Board of Directors of Inducto Steel Limited,. I, Rupali Somani, Company Secretary of your Company would like to extend a warm welcome to each one of you attending this meeting. The meeting is being conducted through video conferencing and other audio-visual means due to the spread of Covid-19 Pandemic. This is in compliance with circulars issued by Ministry of Corporate Affairs, Securities and Exchange Board of India and Government of India. The Company has taken all the reasonable steps to ensure that the shareholders may attend the meeting and vote accordingly. I request all the Members to extend their full support and co-ordination for the smooth conduct of the proceedings of the meeting.

Now I would like to introduce you to the Board of Directors and Key Managerial Personnel of your Company,

- Mr. Rajeev Reniwal, Chairman and Managing Director,
- Mrs. Sweety Reniwal, Non-Executive Non Independent Director,
- Mr. Bhushanlal Behel, Independent Director,
- Mr. Yogesh Thakkar, Independent Director,
- Mr. Dilip Kaushik, Chief Financial Officer,
- Mrs. Sonam Rangalia, Partner of P.D Goplani & Associates,
- Mr. Sanjay Soni, Partner of Lahoti Navneet & Company Chartered Accountants and
- Mr. Dilip Bharadiya, Secretarial Auditor of the Company are present at this meeting.

I would like to request the statutory Auditors and the Secretarial Auditors to address their attendance for the meeting respectively.

The Auditors responded respectively and the meeting was then taken forward.

Ms. Rupali Somani, Company Secretary & Compliance Officer

Thank you audience.

Registers of Directors & Key Managerial Personnel and their shareholding, Registers of Contracts and Arrangements in which Directors are interested are open for inspection electronically, if the Members so desire. I would now like to request Mr. Rajeev Reniwal, Chairman of the meeting, to declare the meeting as open and brief on the performance of the Company during the financial year 19-20.

Over to you Rajeev Sir.

Mr. Rajeev Reniwal, Chairman and Managing Director

Good Morning everyone, the requisite quorum is present, I now declare this meeting open. Let me brief you all on key highlights and events of the financial year 2019-20.

Your Company reported revenue of Rs. 45.57 Crore during the year under review to Rs. 75.83 Crore in the previous year. The Company earned a profit of Rs. 17.37 lakhs during the year under review to Rs. 2.69 lakhs in the previous year. Your Company has not been able to perform well during the year in terms of total sales turnover due to various factors. The Company mainly engaged in business of ship breaking where old and new ships are imported and scrapped and other materials extracted are sold in lipstick market. In ship industry, sales and profit margins are totally dependent on availability of old ships for breaking and its international prices, domestic prices of iron steel particularly scrap, fluctuation in foreign exchange rates, etc. The year under reporting was not conducive on all the above factors and hence had an impact on sales and profit margins.

Moreover, unlike preceding financial year, Company did not undertake any trading activity which contributed to Rs. 46.95 Crore and in preceding financial year against nil during this year under report. Amidst volatile market condition prevalent in the steel and metal sectors throughout the year, management took cautious approach in import of old ships for breaking as well as import of trading goods and tried to maintain balance between continuity of business to a certain extent, but at the same time minimizing the risk of incurring heavy losses. The corona crisis is the most disruptive event in this modern history, the continuing spread of Covid-19 will have significant effect losses of lives and livelihoods. Being a health crisis with deep economy implications, normal life came to a halt and amid the lockdown across the world including India, in the later part of March, 2020. We have entered a new financial year at a time when all major economies have been brought to a standstill, the impacts have been very fast in wide spread and the next few months will be very difficult for everyone.

On the other hand, economic downturn is not due to any structured fall into an industry but due to an externity that has hit the pause button on all economic activities. Company has resumed slowly and steadily and it is expected that whenever that externity is completely removed and equally quick in full recovery should follow. As we navigate these certain times together with our stakeholders, we look forward to your continued support. Your management is of the view that in the coming years, post Covid crisis, the steel recycling industry will be stable and will be expected to increase the requirement of iron and steel will help your Company to move forward at sustain part of growth.

On behalf of the entire board, I would like to take this opportunity to thank each one of our stakeholders, I am sure the Board can continue to impose the trust in you. Thank you.

Ms. Rupali Somani, Company Secretary & Compliance Officer

Thank you Rajeev Sir.

The notice dated September 01, 2020 convening this annual general meeting and a copy of the annual report for the financial year ended 31st March, 2020 have already been circulated to the Members electronically and with your permission I take them as read. The Auditor's report on the standalone and consolidated financial statements and the secretarial audit report for the financial year 31st March, 2020 do not contain any comments, qualifications:or

reservations. Accordingly, they are not required to be let out as for the provision of the Companies Act, 2013.

Your Company has provided the Members the opportunity to cast their vote electronically and the same has been mentioned in the notice convening this annual general meeting by means of remote electronic voting. Since the AGM is held through VC, resolutions mentioned in the notice convening this AGM have been already put to vote through remote e-voting. Therefore, there will be no proposing or seconding of resolutions at this meeting. The remote e-voting commence at 9:00 A.M. onwards on 27th September, 2020 and concluded on 29th September, 5:00 p.m. The Members were not cast their vote electronically and who are attending this annual general meeting are being provided the opportunity to vote electronically through insta-vote facility. The insta-vote facility will remain open during this annual general meeting and 15 mins after the conclusion of this annual general meeting. Mr. Dilip Bharadiya, Practicing Company Secretary has been appointed as a scrutinizer for the e-voting process. The scrutinizer will scrutinize the remote e-voting results and e-voting at the annual general meeting and finalize its report and submit the report to the Company within 48 hours.

The results of the e-voting will be announced by publishing the same on the website of the Company and on the BSE Ltd.

I would like to take the queries of the shareholders who have registered themselves as speaker. Out of the total 5 registered speaker shareholders, 1 registered shareholder spoke and rest speaker shareholders were either not present in the meeting or did not responded with their queries.

I now request the Chairman to take up responses to the queries posed by the shareholder.

The Chairman and Managing Director replied to the queries to the satisfaction of the shareholders and the shareholders were informed that the other responses, which could not be answered, will be emailed to the shareholder as per their requirement through Company's registered email.

We hope, we could answer all the queries of the shareholders.

For any further queries, shareholders may approach the Company Secretary at the details given in the Notice of AGM

I hereby thank all and extend the thank you to all the directors, promoters and shareholders present here for your continued support, co-operation for the smooth conduct of the meeting. With the permission of the Chair, I would like to conclude this meeting, it is 10:24 A.M. and I would like to conclude this meeting now. Thank You!

In compliance with the provisions of section 108 of the Act, read with the Rule 20 of the Companies (Management and Administration) Rules 2014 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Members were provided with the facility to cast their votes electronically during the meeting. The facility was provided by InstaVote of RTA.

_____ THE END _____