

Mukand Ltd.

Regd. Office : Bajaj Bhawan, 3rd Floor
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CIN : L99999MH1937PLC002726

Date:27/03/2021

1.	Department of Corporate Services BSE Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001. ISINCODE:INE304A01026 INE304A04012 BSE Scrip Code : 500460	2.	Listing Department National Stock Exchange of India Ltd. Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex Bandra (E), Mumbai – 400051. ISINCODE:INE304A01026 INE304A04012 NSE Scrip Name: MUKANDLTD
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Dear Sir/Madam,

Sub:- Chairman's communication to shareholders of the Company

With reference to the above and in compliance with the provisions of Regulation 30 and 47 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we hereby enclose the copy of Chairman's communication emailed to the shareholders of the Company on 27th March, 2021.

Kindly take the above on your record.

Thanking you,

For **Mukand Limited**

K. J. Mallya
Company Secretary
(kjmallya@mukand.com)

Encl.: a.a.





MUKAND LIMITED

(CIN: L99999MH1937PLC002726)

Regd. Office: Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai - 400021

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March 27, 2021

Dear Shareholders,

Good wishes on the festive occasion of Holi.

We are delighted to share with you several important and positive developments for your Company since our last communication to you in Nov 2020.

We are extremely happy to share with you that on March 26, 2021 we completed the transfer of the Company's approx 55 acres of surplus leasehold land at Thane to M/s NTT Global Data Centers Nav2 Pvt. Ltd. and received a total consideration of ₹ 801.51 crore including taxes which shall, amongst other things, be utilised for debt repayment of the Company.

We had also apprised you in our last communication that your Company would be selling its shares in the joint venture, Mukand Sumi Special Steel Ltd ("MSSSL"), to M/s Jamnalal Sons Private Ltd. We are very happy to inform you that on December 31, 2020, we completed the sale of the first tranche of shares of MSSSL and received a consideration of ₹713.61 crore. The second and final tranche of sale of shares approx ₹ 500 crore will be completed in April, Q1 of FY 2021-22. This amount will be utilised for further debt repayment. The Company will continue to retain ownership of its alloy steel manufacturing assets in Ginigera, Karnataka, and the income derived from sale of its alloy steel products, to the joint venture, MSSSL.

We, at Mukand, are truly happy to announce that in the Financial year 2020-21 there have been several favourable developments for your Company, the highlight being the reduction of its debt and other interest bearing liabilities by more than ₹ 975 crore. Additionally, as apprised to you in the communication of September 2020, the Company had sharply brought down the average interest rates paid by it via a promoter backed line of credit. With this considerable reduction in interest rates, the total finance costs for the Company have reduced substantially and are expected to be further brought down in the coming years, thereby improving profitability of the Company substantially.

We are also happy to inform you that the main businesses of the Company viz. Alloy steel and Stainless steel, have been performing very well and the demand for all your Company's products is robust and expected to remain strong in the coming years as well.

Now, with our considerably stronger balance sheet, robust demand for all our products, improved efficiency in all our manufacturing operations, lower finance costs, enhanced cash flows, we look forward with renewed confidence to have further good news for all of you in the coming future.

We, at Mukand, are endeavouring and committed to providing you, our valued shareholders, who have constantly supported the Company in its tough times, with steady returns and regular dividend pay-outs.

With very good wishes.

Sd/
Niraj Bajaj
Chairman and Managing Director

Sd/
Rajesh V Shah
Co-Chairman and Managing Director