



# TAMILNADU STEEL TUBES LIMITED

MFRS. & EXPORTERS OF : MS 7 GI, SQUARE & RECTANGLE STEEL PIPES

REGD. OFF : MERCURY APARTMENTS, 1ST FLOOR, 65, PANTHEON ROAD, EGMORE, CHENNAI -600008.

PHONE : 28555653, 28555673, 28555733 FAX : 28555643 Web : [www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com)

E-Mail: [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in); [tnsteel79@gmail.com](mailto:tnsteel79@gmail.com); [contact@tamilnadusteeltubesltd.com](mailto:contact@tamilnadusteeltubesltd.com); CIN: L27110TN1979PLC007887

TNT/2021-22/

31.08.2021

**BSE Ltd.**

Dept. of Corporate Services  
PJ Towers, Floor 25  
Dalal Street, **MUMBAI - 400 001**

Dear Sirs,

Sub: **Tamilnadu Steel Tubes Ltd. - BSE Scrip Code : 513540**  
**Submission of Annual Report 2020-2021**

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Pursuant to regulation 34 of the SEBI (Listing Obligations and Disclosure requirements) Regulation 2015, we submit herewith the Annual Report for the financial year 2020-2021 along with the notice.

The Annual report 2020-21 is being dispatched /sent to the shareholders by the permitted mode(s) e-mail and is also available on the Company's website.

We request you to kindly take the same on record .

Kindly take the same on record.

Thanking you

Yours faithfully

for TAMILNADU STEEL TUBES LTD.

  
C MURUGANANDAM  
Company Secretary



**42nd  
ANNUAL REPORT  
2020 - 2021**



**TAMILNADU STEEL TUBES LIMITED**

## Corporate Information

**Mr. Bivashwa Das**

Managing Director

**Mr. N. Sudharsan**

Whole time Director

**Mr. M.T. Elumalai**

Whole time Director

**Mr. Ram Asish Singh**

Whole time Director

**Mr. Rajesh Sai Iyer**

Independent Director

**Mrs. Renuka Ramesh**

Independent Director

**Mrs Jyothi Satish**

Independent Director

**Mr. R.V. Sathyanarayanan**

Independent Director

*[\*As on June 30, 2021]*

**Board Committees#**

**Audit Committee:**

Mr. Rajesh Sai Iyer

Mrs Jyothi Satish

Mrs. Renuka Ramesh

Mr. N.Sudharsan

**Nomination and Remuneration**

**Committee:**

Mrs Jyothi Satish

Mr. Rajesh Sai Iyer

Mrs. Renuka Ramesh

**CSR Committee:**

Mr. Rajesh Sai Iyer

Mr. M.T. Elumalai

Mr. Ram Asish Singh

Mr. Bivashwa Das

**Risk Management Committee:**

Mr. Rajesh Sai Iyer

Mr. N. Sudharsan

Mr. Bivashwa Das

**Stakeholders Relationship Committee:**

Mr. Rajesh Sai Iyer

Mrs Jyothi Satish

Mrs. Renuka Ramesh

Mr. N. Sudharsan

Mr. M.T. Elumalai

**Health, Safety, Env. & Women**

**Protection Committee**

Mrs Jyothi Satish

Mrs. Renuka Ramesh

Mr. RV Sathyanarayanan

Mr. Bivashwa Das

**Independent Directors' Meeting**

Mr. Rajesh Sai Iyer

Mrs Jyothi Satish

Mrs. Renuka Ramesh

Mr. RV Sathyanarayanan

**Chief Financial Officer**

Mrs. G Chitra

**Statutory Auditors:**

M/s. Abhay Jain & Co

Bhushaira House

6/46, Now Roji Road, Chetpet, Chennai- 31

**Cost Auditor:**

M/s Latha Venkatesh & Associates

**Secretarial Auditor**

Mr. V.S. Sowrirajan

Practising Company Secretary

**Internal Auditor:**

Ms. N. Neerja, FCA

**Compliance Advisor:**

Ms. Sobana Pranesh, FCS

**GST Audit:**

Mr. TMN Kesavan, CA

**Legal Advisor**

Mr. P.R. Shankar, Advocate

Supreme Court of India, New Delhi

**Corporate Identification Number (CIN)**

L27110TN1979PLC007887

**Website**

[www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com)

**Registrar & Share Transfer Agent:**

M/s. Cameo Corporate Services Limited

No.1 Subramanian Building

Club House Road, Chennai - 600 002

Ph: +91 44 4002 0723, 4002 0700

Fax: +91 44 4002 0129

E-mail: [cameo@cameoindia.com](mailto:cameo@cameoindia.com)

**Registered Office:**

Mercury Apartments, 1st Floor,

65, Pantheon Road,

Egmore, Chennai-600 008

E-mail: [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in)

[tnsteel179@gmail.com](mailto:tnsteel179@gmail.com)

Ph: +91 44 28555653/ 28555673

**Factory:**

B-10, Industrial Complex,

Maraimalai Nagar- 603 209

Kancheepuram District

Ph: +91 44 27452233

**Bankers**

HDFC Bank

City Union Bank

Indian Bank

State Bank of India

**Executive Officers**

Mr. C. Muruganandam

Company Secretary & Compliance Officer

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## Board of Directors



**Mr. Bivashwa Das**  
Managing Director



**Mr. N. Sudharsan**  
Whole-time Director



**Mr. M.T. Elumalai**  
Whole-time Director



**Mr. Ram Ashish Singh**  
Whole-time Director



**Mrs Renuka  
Ramesh, CA.**  
Independent Director



**Mr. Rajesh Sai  
Iyer, CMA.**  
Independent Director



**Mrs. Jyothi  
Satish, CMA.**  
Independent Director



**Mr. RV Sathya  
Narayanan**  
Independent Director

## **About the Report**

### **Scope and Boundary of Reporting and Reporting Period**

The Report covers financial and non-financial information and activities of TNT for the period April 1, 2020 to March 31, 2021, while the financial information has been audited by M/s Abhay Jain & Co, Chartered Accountants.

### **Reporting Principles**

The Report is prepared in line with the Companies Act, 2013 (and the Rules made thereunder), Indian Accounting Standards, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Secretarial Standards.

### **Forward-looking Statements**

Certain statements in this Report relating to our business operations and prospects may be forward-looking statements. These statements can be identified by usage of words such as 'believes', 'estimates', 'anticipates', 'expects', 'intends', 'may', 'will', 'plans', 'outlook' and other words of similar meaning in connection with a discussion of future operating or financial performance. These forward-looking statements are dependent on assumptions, data or methods that may be incorrect or imprecise and hence may be incapable of being realised. Such statements are not guaranteed of future operating, financial and other results, but constitute our current expectations based on reasonable assumptions. The Company's actual results could materially differ from those projected in any forward-looking statements due to various future events, risks and uncertainties some of which are beyond our control. We do not assume any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

## Managing Director's Message

### Accelerating value creation

During the year, our core focus remained on 'Health, Cost and Cash'.

**Dear Shareholders,**

I take pride in leading an organization that continues to play a pivotal role in nation-building. It reflects the positive impact our teams continue to make in the face of unprecedented challenges.

During the year, we ensured the health and safety of our people. We connected more closely with our customers and reinforced our market leadership with value added products and services. We also optimized our operations for greater efficiency and strengthened our commitment to sustainability by driving focused efforts in the area.

#### **MACRO DYNAMICS ARE TURNING FAVOURABLE**

The government's focus on infrastructure and affordable housing is expected to bolster steel pipes demand. Affordable housing initiatives are expected to pick up pace under the Pradhan Mantri Awas Yojana (PMAY) with enhanced budgetary allocations. The Government spending on housing and infrastructure projects is expected to increase demand for steel pipes and building materials. Good monsoon has helped to improve the agricultural output which also augurs well for increased steel pipes demand.

As per the November 2021 India Brand Equity Foundation (IBEF) Report on steel pipes Industry, steel pipes demand is expected to reach 1000-1500 MTPM by 2025, thanks to a gradual upswing in housing, Commercial, Agricultural and Industrial construction.

#### **PERFORMANCE IN PERSPECTIVE**

During the year, we reported net sales of Rs. 51.98 Crores and consolidated net loss of Rs. 0.68 Crore, after remitting the sum of Rs.2,53,72,509 (Rupees Two Crores fifty-three lacs seventy-two thousand five hundred and nine only) towards Income Tax disputed amounts by availing "Vivad se Viswas" Scheme. We could ensure healthy cash flows due to rigorous working capital management.

A sharp focus on sustainable development embodies safety, conservation of energy and natural resources, preserving environment and biodiversity, water stewardship and the well-being of host communities.

#### **STRATEGY AT PLAY**

Although the disruption brought about by COVID-19 created short-term challenges, it also created medium-term opportunities. During the year, our core focus remained on 'Health, Cost and Cash'. Our operations continued to pave the way for business continuity and resilience as we drove cost efficiencies and prudently optimized cash follows to conserve liquidity.

We are innovating more than ever and investing in our people, technology and operations to develop solutions that take advantage of emerging trends in the industry. We continue to invest in areas of solutions and products, digital initiatives, technology, sustainability and in people development to build the TNT's of tomorrow.

### **RE-IMAGINING THE FUTURE WITH TECHNOLOGY**

The way business environment is changing, organizations which embrace technology and remain focused on digital innovation, intelligent use of data and excellence in customer services would be able to lead the way. Over the last few years, we have increasingly focused on transforming our business by leveraging IT and digital interventions. We are enhancing customer experience through upgraded versions of Dealer Connect App. This offers additional functionalities. The Steel Traders' Club App comes with a singular social platform for construction professionals such as structural engineers, Architects and Design Engineers.

### **TRUST AND INTEGRITY HELP US THRIVE**

Companies today are judged as much by their integrity and trustworthiness as by their financial performance. At TNT, doing business with integrity goes hand in hand with our strong corporate governance framework, excellent safety protocols, care and concern for all stakeholders.

### **INVESTING IN PEOPLE**

In order to build the TNT's of tomorrow, we believe in the importance of a diverse workforce and an inclusive environment. TNT continues to strengthen its zero injuries, onsite or offsite, in all its operations so that 'Every day is a Safe day at 'TNT' .

### **COMMITMENT TO TACKLING CLIMATE CHANGE**

Our sustainability strategy is led by our Sustainable Development 2030 Plan, which focuses on four broad pillars of climate and energy, circular economy, environment, and people and communities.

Through the 'TNT' brand, we continue our efforts to provide safe waste management solutions to industries while meeting the highest standards of health, safety and sustainability. Geocycle processes waste materials of various kinds to be used as kiln fuel, thereby offsetting the need for fossil fuel to an increasing extent.

### **ESG FOCUS - WORKING TOWARDS A BETTER WORLD**

The long-term success of our business is rooted in our ability to keep sustainability at the core of our endeavours. Our unwavering commitment towards balancing business growth, environmental stewardship and social progress bears testimony to our concerted and responsible efforts towards transitioning to a brighter future.

### **REACHING OUT TO COMMUNITIES**

Since the COVID-19 outbreak, TNT touched Industry lives by manufacturing and distributing triple layered face-masks and jute bags and spreading awareness. TNT has taken steps to alter the attitude of the nearby communities towards health and hygiene through awareness campaigns.

Here's wishing you all a healthy, safe, and productive year ahead.

Regards,

**BIVASHWA DAS**  
**Managing Director**



<b>THE "TNT" VISION</b>	Sustain TNT 's position as one of South India's most valuable company through best class of performance, creating growing value for the Company's stakeholders.
<b>THE "TNT" MISSION</b>	To enhance the wealth generating capability of the enterprise in an environment, delivering superior and sustainable stakeholder value.
<b>CORE VALUES</b>	<p>TNT's Core Values are aimed at developing a customer-focused, high-performance organization which creates value for all its stakeholders:</p> <p><b>Trusteeship</b></p> <p>As professional managers, we are conscious that TNT has been given to us in "trust" by all our stakeholders. We will actualize stakeholder value and interest on a long-term sustainable basis.</p> <p><b>Customer Focus</b></p> <p>We are always customer focused and will deliver what the customer needs in terms of value, quality and satisfaction.</p> <p><b>Respect for People</b></p> <p>We are result oriented, setting high performance standards for ourselves as individuals and teams.</p> <p>We will simultaneously respect and value people and uphold humanness and human dignity.</p> <p>We acknowledge that every individual brings different perspectives and capabilities to the team and that a strong team is founded on a variety of perspectives.</p> <p>We want individuals to dream, value differences, create and experiment in pursuit of opportunities and achieve leadership through teamwork.</p> <p><b>Excellence</b></p> <p>We do what is right, do it well and win. We will strive for excellence in whatever we do.</p> <p><b>Innovation</b></p> <p>We will constantly pursue newer and better processes, products, services and management practices</p>

## CORPORATE STRATEGIES

**Nation Orientation**

We are aware of our responsibility to generate economic value for our stakeholders. In pursuit of our goals, we will make no compromise in complying with applicable laws and regulations at all levels.

TNT is a board-managed professional company, committed to creating enduring value for the stakeholders. It has a rich organizational culture rooted in its core values of respect for people and belief in the empowerment. Its philosophy of all-round value creation is backed by strong corporate governance policies and systems.

**TNT's corporate strategies are:**

- Create multiple drivers of growth by developing business that best matches organizational capabilities in domestic markets.
- Continue to focus on the latest technology for galvanized and stainless-steel pipes production
- Benchmark the health of each branded products comprehensively across the criteria of Market Standing, Profitability and Internal Vitality
- Enhance the competitive power of the portfolio through synergies derived by blending the diverse skills and capabilities residing in TNT's business.
- Create distributed leadership within the organization by nurturing talented and focused top management teams for the businesses.
- Continuously strengthen and refine Corporate Governance processes and systems to catalyst the entrepreneurial energies of management by striking the golden balance between executive freedom and the need for effective control and accountability

**Preamble**

TNT's Code of Conduct is derived from three interlinked fundamental principles, viz. good corporate governance, good corporate citizenship and exemplary personal conduct.

**CODE OF CONDUCT****Philosophy**

TNT recognizes society as an important stakeholder in this enterprise and therefore it is part of our responsibility to ensure that the organization is managed in a manner that protects and furthers the interests of our stakeholders.

**Corporate Governance Policy**

The Corporate Governance Policy is the apex level instrument guiding conduct of the affairs of the Company and clearly delineates the roles, responsibilities and authorities of the key entities in the governance structure of the Company

**Good Corporate Citizenship**

We recognize society as an important stakeholder in this enterprise and therefore it is part of our responsibility to practice good corporate citizenship.

**Personal Conduct**

All directors, senior management and employees are expected to demonstrate exemplary personal conduct by adhering to ethical manners such as transparency, audit ability, avoidance of conflict of interest, protection of confidential information and by leading an example.

**Waivers**

Any waiver of any provision of this Code of Conduct for a director, senior management or employee must be placed for approval before the Company's Board of Directors / Corporate Management Committee, as appropriate.

**Non-Adherence**

Any instance of non-adherence of this Code of Conduct should be brought to the attention of the immediate reporting authority with copies to the relevant Divisional Chief Executive / Head of Corporate Department and the Head of Corporate Human Resources.

**Duties of Independent Directors**

The duties of Independent Directors of the Company, as laid down under Schedule IV to the companies Act, 2013 in pursuant to Clause 49 of the Listing Agreement with Stock Exchange

**Whistle-blower Policy**

It encourages Directors and employees to bring to the Company's attention, instances of unethical behaviour, actual or suspected incidents of fraud or violation of the Company's Code

In the 42 years of the company's operations, its products and services have been used in raising mega structures and iconic landmarks that symbolize a nation in progress.

TNT has played a meaningful role in the nation building process, providing quality building materials and services and sharing its expertise – touching the lives of generations of people in cities, towns and villages. Its presence has been vital in raising mega structures like dams, canals, irrigation schemes, power plants, ports, roads and railways besides enabling urban transformation with skyscrapers, flyover & bridges, airports and metro rail projects.

An indefatigable workforce supported by an extensive network of channel partners who cater to a vast number of individual house builders has marked TNT as a brand to trust for durability.

As the government moves ahead with plans for greater investments in infrastructure development, Smart Cities and urban transformation, the company has also revved up its capability to provide quality building materials and services to match the engineering excellence that go into implementing ambitious projects necessary in these segments

**BUILDING INDIA****MADE IN INDIA****Manufacturing Excellence**

TNT has been an unrivalled pioneer in South India's galvanized steel pipes and MS pipes industries. Its facilities for the manufacture of stainless steel, galvanized steel and

M.S. Steel pipes, which have state-of-the-art technology including a considerable degree of automated process control systems, demonstrate high performance levels and assure consistent quality to match class standards. The recently commissioned new stainless in the existing plant is in itself a showcase of South India's project and engineering excellence.

TNT stainless steel and galvanized steel pipes and MS

**BUILDING INNOVATIVENESS**

pipes plants are capable of meeting specific needs of customers

- beginning with the basic requirement of engineering units, builder, government agencies, automobile and textile industries and challenging demands of mega projects for water transport and other scaffolding projects, roofing projects and other specialized applications.

TNT's team of engineers, shop floor associates and workers are considered among the best in the industry. The plants follow a strict regimen of safety management protocols.

**Excellence in Stainless steel, Galvanized steel pipes and MS pipes**

TNT's unique track record of innovative research and development has led to its recognition as a pioneer and trendsetter with several breakthroughs in stainless steel, galvanized steel pipes and MS pipes over the years and more recently to include many new products that have widened its portfolio of value-added varieties of galvanized steel pipes and MS pipes.

# Hallmark of Quality – Steel Pipe

## **ERW – G.I., BLACK & GALVANIZED and SS PIPES**

TNT has been a trend setter in South India's steel industry. TNT has been the brand of choice for cities and villages as well as enduring structures for infrastructure and steel industry. Our range of steel pipes is marketed by a vast countrywide distribution network of over 100 dealers and more than 500 retailers.

## **Product Development**

TNT manufactures various sizes of pipes - Square, Rectangular and now introduced Stainless Steel Pipes for special applications – supplied in bulk for large areas. We have an assortment of special applications. Product Development is a vital role in our endeavour for customer excellence, enabled by a focus on applied research and innovation that drives quality, process improvement and application.

## **Quality**

TNT demonstrates a tradition of providing trustworthy and consistent quality through the application of modern technology to meet the needs and preferences of a nationwide customer base in the steel industry. TNT factory has the state-of-the-art process control instrumentation, quality control systems and testing laboratories manned by qualified personnel. As a result of this unwavering focus on quality, TNT pipes' specifications exceed statutory standards.

## **TNT's S.S. Pipes**

TNT's pioneering efforts in introducing stainless steel pipes coupled with the promotion of bulk steel pipes. Handling facilities have been responsible for redefining the pace and quality in metropolitan cities and in mega infrastructure projects. Today, TNT is one of the largest manufacturers of steel pipes in South India.

Numerous landmark structures in India's metro cities have been using TNT pipes in mega projects, townships, commercial complexes, factories, bridges, flyovers, roads, agricultural sector and railways.

TNT is manufactured under computer-controlled operations, transported and placed at site using sophisticated equipment and methods. The use of TNT pipe is an environment friendly practice that is sophisticated, ensures high levels of quality assurance and value addition and causes minimal disturbance to its surroundings. This makes its utility more

significant in crowded cities and localities.

TNT pipes are supplied in a variety of grades and compositions to meet specific demands of customized applications – from simple requirements to meet the complex needs of mega projects.

**Customer Excellence:** We do our utmost to create a unique experience for our customers. We do what it takes to see that the customer experiences value in everything we do – in our products, in our service, in our communication, in every transaction and in every interface involving the customer. This customer centric approach demands that we offer superior products, superior logistics and superior service.

A young and dynamic sales force manages the frontline engagement with customers. They work with a large contingent of dedicated channel partners who are in turn complemented by an extensive network of retailer outlets that makes it easy to reach the masses of South India who make up our main customers.

Besides our standard offering, we promote an assortment of Premium products that incorporates enhanced technical features appropriate for different local conditions. Premium products come packed in tamper proof packaging.

A selection of routine studies and dipstick survey ensures that we always have the pulse of our valued clientele. Frontline sales personnel spend time in retail outlets to gather insights into the buying process from in-store consumer behaviour. Tools like Net promoter Score and the E3 Model (Economic, Emotional & Ego) helps gauge dealer satisfaction and understand their needs.

Customer Service teams offer a range of Technical Services from providing basic product knowledge to retail buyers to customized and fee-based services for the large buyer. A variety of other technical seminars and training programmes conducted by our Customer Service teams allow useful engagements with experienced engineers.

### **Innovative & Future Ready**

These and other such efforts seek to shape for the company a future as noteworthy as its past rendering it innovative and future ready in building sustainable solutions and enabling the people who can help make it happen.

**Leadership & Governance**

TNT is a professionally managed company with its core values based on ethics and good corporate citizenship. The Board of Directors comprises eminent professionals of unquestionable integrity, a majority of who are Independent Directors. The Board endeavours to maintain the company's tradition of upholding the highest standards of Corporate Governance. The Managing Director oversees day to day working and operations of the Company with the help of other Whole-time Directors. Also, he is assisted by the Executive Committee (Exeo) which includes the functional heads of Finance, Manufacturing, Marketing, Human Resources and Procurement. The Ex-co is responsible and accountable for overall business deliverables.



## A BRAND THAT CARES

### Sustainable Business:

Your Company rejoices in greening the environs around us. A deep concern for conservation of the earth's precious resources is integrated into all activities of our value chain from slitting to sales. We continuously explore ways to make our business eco-friendlier; from deploying clean works techniques to transforming Factory into lush forests or useful water bodies. We minimize the use of chemicals that gainfully utilize industrial wastes.

All this helps cut our carbon footprint down to a level that is best in class. We have been among most sustainable companies and conducting sustainable business.

### A Caring Company:

We partner with the rural community living around our operations to improve the quality of their lives. In their well-being lies our license to operate.

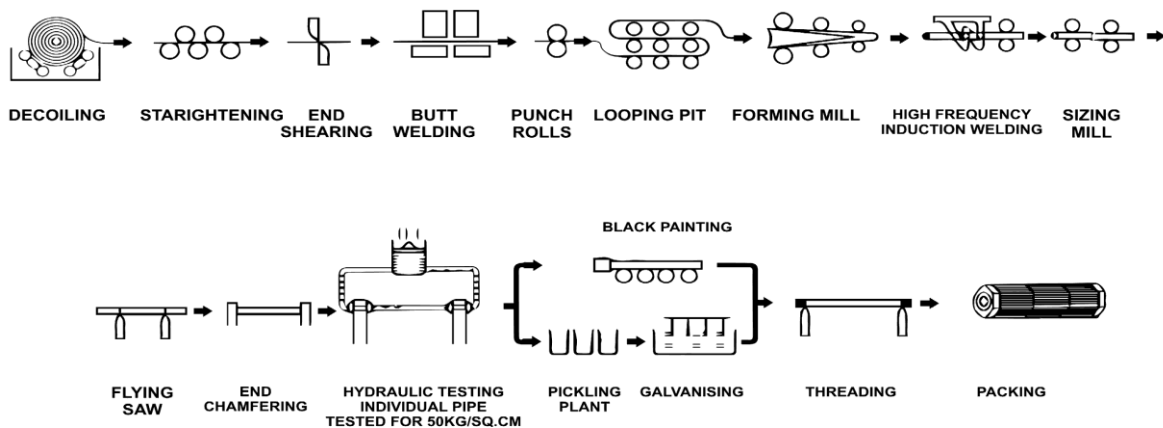
### People - Architects of Success:

TNT is proud to retain its position as the Best Employer to work for in the Steel Pipe Sector. The company's Human Resource function incorporates effective engagements with all levels of employees with a view to ensure that the workforce is close knit, motivated and ready to excel in the marketplace.

The Training programme, initiated in 2015, aims to re-engineer the work culture in our manufacturing units such that they can become more responsive to address the changing requirements of the industry. Our Shop floor associates endorsed this initiative as part of a remarkable common long-term accord with the company.

Efforts continued to make sure that training and leadership development processes are designed to enhance technical and functional capabilities, with special focus on nurturing young talent. This will help us meet emerging challenges and keep the organization's talent pool effervescent and future ready.

#### MACHINE LAY-OUT OF TAMILNADU STEEL TUBES LIMITED AT FACTORY LOCATED AT MARAIMALAI NAGAR

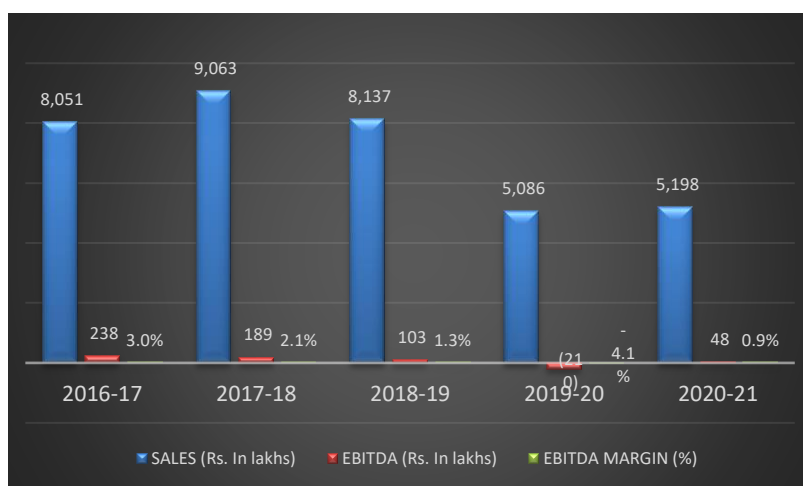


## FINANCIAL HIGHLIGHTS

## 1. NET SALES, OPERATING EBITDA &amp; OPERATING EBITDA MARGIN%

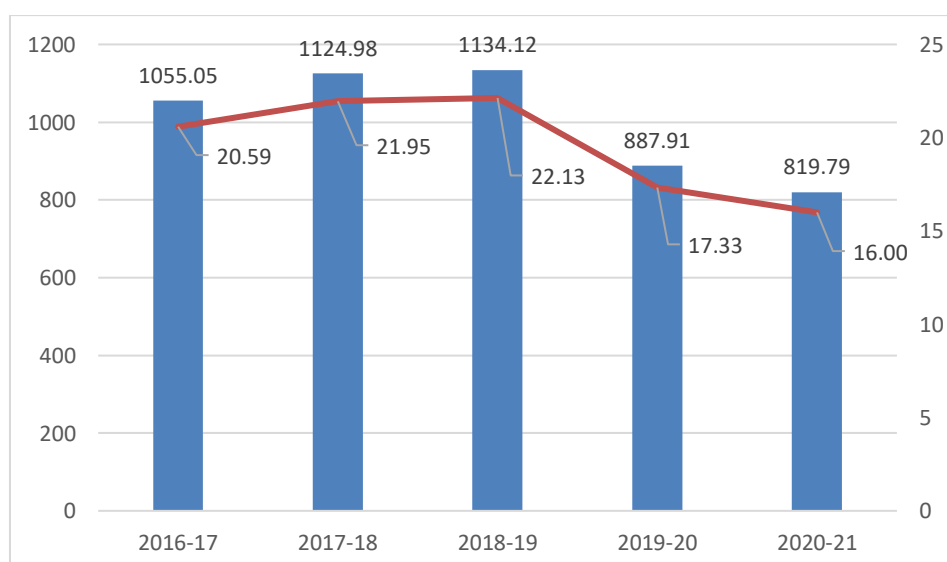
(Rs. in Lakhs)

Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
SALES	8,051	9,063	8,137	5,086	5,198
EBITDA	238	189	103	(210)	48
EBITDA MARGIN (%)	3.0%	2.1%	1.3%	-4.1%	0.9%



## 2. BOOK VALUE PER SHARE

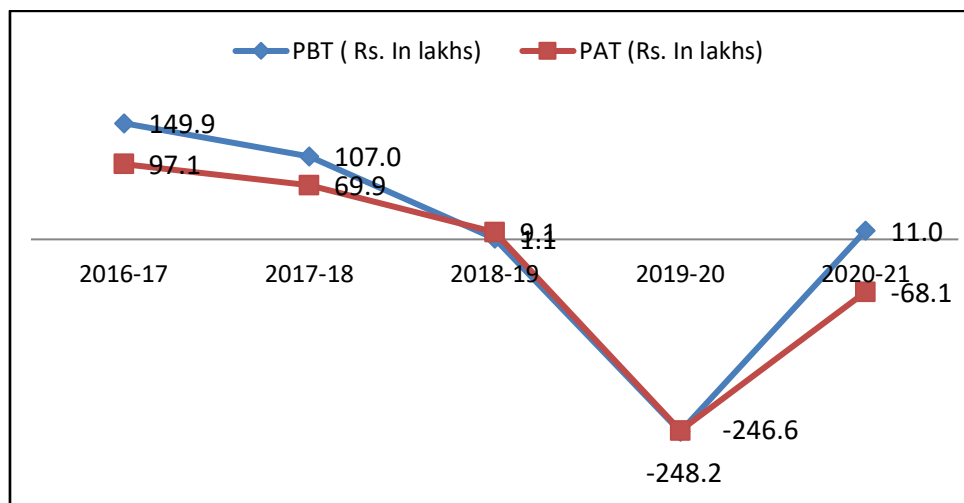
Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
Book Value per Share (Rs.)	20.59	21.95	22.13	17.33	16.00
Net worth (Rs. Lakhs)	1,055.05	1,124.98	1,134.12	887.91	819.79
No of Shares	5124800	5124800	5124800	5124800	5124800



### 3. PROFIT BEFORE TAX & PROFIT AFTER TAX

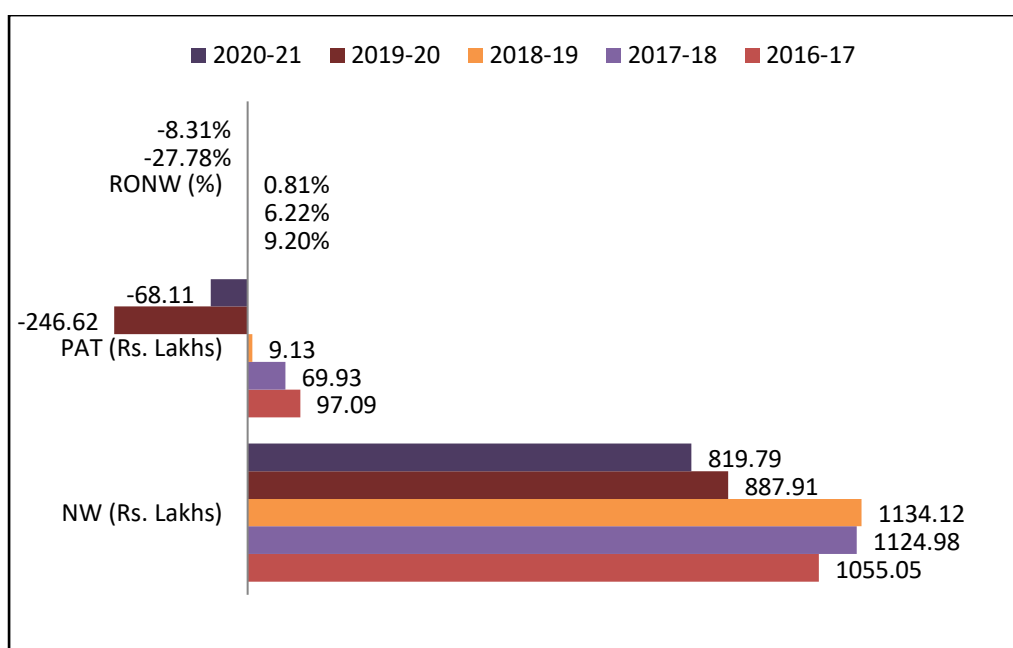
(Rs. In lakhs)

Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
PBT	149.91	107.00	9.13	(248.16)	11.03
PAT	97.09	69.93	1.05	(246.20)	(68.11)



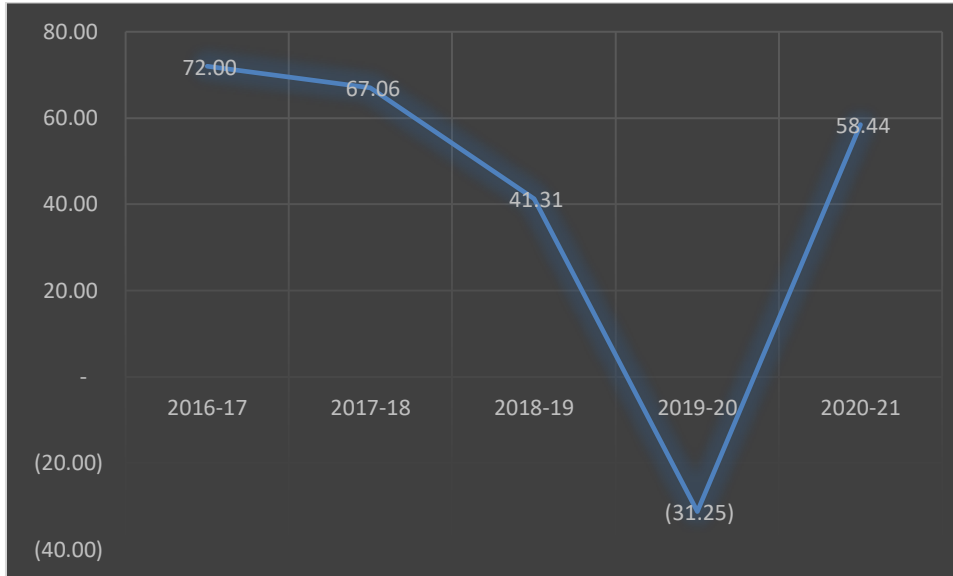
### 4. NET WORTH & RETURN ON NET WORTH

Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
NW	1055.05	1124.98	1134.12	887.91	819.79
PAT	97.09	69.93	91.13	(246.20)	(68.11)
RONW (%)	9.20	6.22	0.81	(27.73)	(8.31)



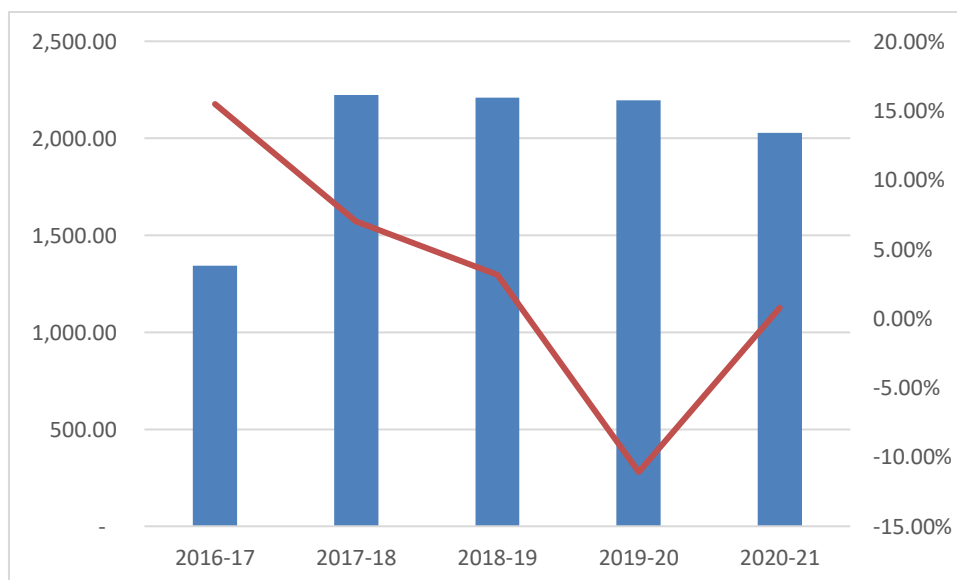
5. NET CASH GENERATED FROM OPERATIONS

Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
Net Cash Generated (Rs. Lakhs)	-72	67	41	-31	58



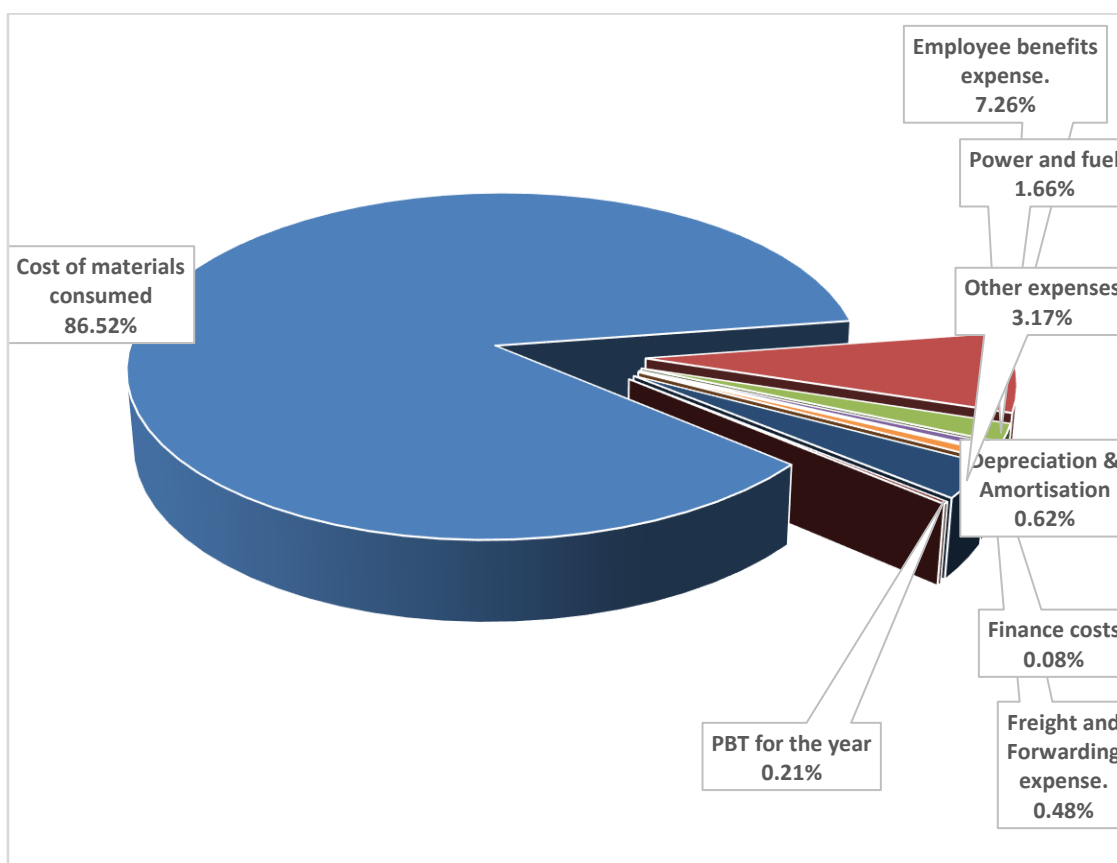
6. CAPITAL EMPLOYED & RETURN ON CAPITAL EMPLOYED

Particulars/Year	2016-17	2017-18	2018-19	2019-20	2020-21
Capital Employed (Rs. Lakhs)	1,342.79	2,223.81	2,210.63	2,196.93	2,028.07
Return on Capital Employed (%)	15.47%	7.00%	3.14%	-11.08%	0.76%



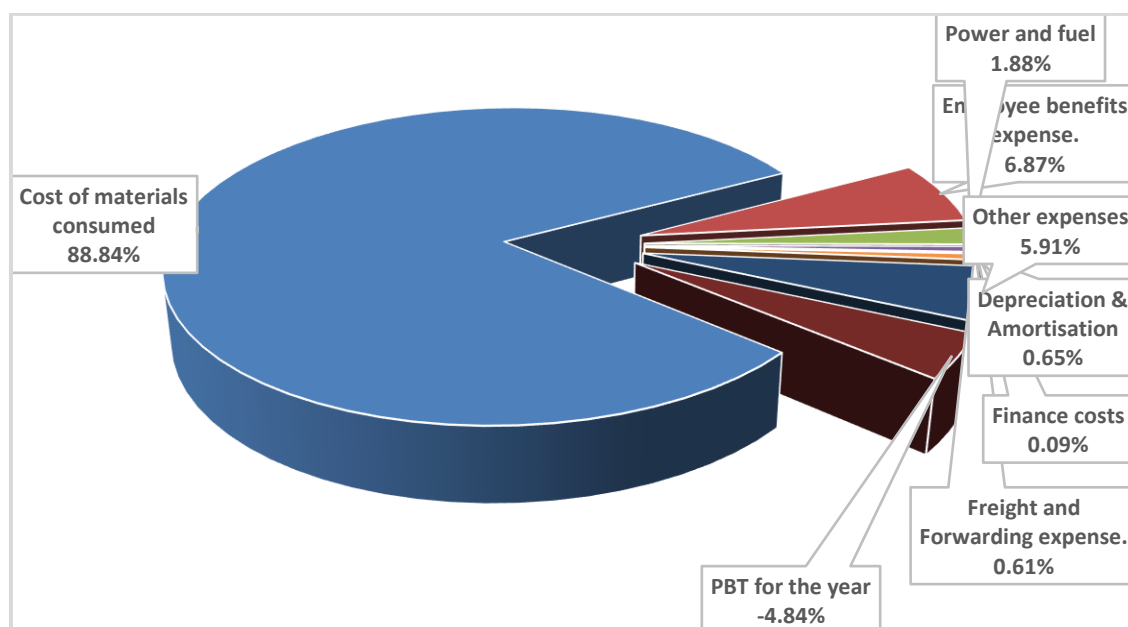
## 7. Cost &amp; Profit as a Percentage of Revenue from Operations 2020-21

Particulars	Rs. in Crores	%
Revenue from operations (net)	51.98	100.00
Other income	0.36	100.00
Cost of materials consumed (incl. changes in inventory)	45.28	86.52
Employee benefits expense.	3.80	3.90
Power and fuel	0.87	1.56
Freight and Forwarding expense.	0.25	0.47
Finance costs	0.04	0.08
Depreciation and amortization expense.	0.32	0.62
Other expenses (including Self Consumption of pipes)	1.66	3.17
Profit Before Tax	0.11	0.21



### 8. Cost & Profit as a Percentage of Revenue from Operations 2019-20

Particulars	Rs. in Crores	%
Revenue from operations (net)	50.86	100%
Other income	0.26	100%
Cost of materials consumed	45.41	88.84%
Employee benefits expense.	3.51	6.87%
Power and fuel	0.96	1.88%
Freight and Forwarding expense.	0.31	0.61%
Finance costs	0.05	0.09%
Depreciation and amortization expense.	0.33	0.65%
Other expenses (including Self Consumption of pipes)	3.02	5.91%
Profit Before Tax	(2.47)	-4.84%



**STANDALONE FINANCIAL HIGHLIGHTS – 2011-12 to 2020-21**

PARTICULARS	Rs. in lakhs									
	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Revenue from operations	8087.43	10354.56	10655.01	9397.20	7839.55	8051.16	9062.61	8137.41	5085.78	5197.99
Total Income	8088.60	10360.70	10658.33	9409.58	7911.29	8067.95	9070.07	8148.97	5111.36	5233.51
EBITDA	196.94	469.78	322.21	412.82	457.28	237.78	189.42	102.8	(210.33)	47.77
Depreciation	21.56	20.03	27.32	30.33	26.01	30.03	33.70	33.47	33.14	32.32
Exceptional Items	0.00	0.00	257.06	(308.54)	-	-	-	-	-	-
Profit for the Year	71.03	215.87	356.31	479.57	253.00	97.09	69.93	9.13	(246.20)	(68.11)
Equity Dividend %	-	-	-	-	-	-	-	-	-	-
Equity Share Capital	512.48	512.48	512.48	512.48	512.48	512.48	512.48	512.48	512.48	512.48
Reserves and Surplus	(833.14)	(617.26)	(260.95)	192.48	445.48	542.57	612.50	621.64	375.43	307.31
Net Worth	(320.66)	(104.78)	251.53	704.96	957.96	1055.05	1124.98	1134.12	887.91	819.79
Gross Fixed Assets	836.43	962.49	979.62	982.07	967.88	1034.72	1071.93	1077.82	299.50	307.12
Net Fixed Assets	168.37	276.97	283.44	229.42	208.60	257.37	251.67	228.73	190.80	171.70
Total Assets	2739.02	2899.13	3356.68	2891.10	2697.38	3114.42	3372.99	3059.62	2612.24	2454.78
Key Indicators	-	-	-	-	-	-	-	-	-	-
Earnings Per Share	1.39	4.21	6.95	9.36	4.94	1.89	1.36	0.18	(4.80)	(1.33)
Turnover per Share	157.81	202.05	207.91	183.37	152.97	157.10	176.84	158.78	99.24	101.43
Book Value Per Share	<b>(6.26)</b>	<b>(2.04)</b>	<b>4.91</b>	<b>13.75</b>	<b>18.69</b>	<b>20.59</b>	<b>21.95</b>	<b>22.13</b>	<b>17.32</b>	<b>15.96</b>
Debt: Equity Ratio	(9.54):1	(28.67):1	12.35:1	3.1:1	1.82:1	1.95:1	0.98:1	1.70:1	1.94:1	1.99:1
EBDIT/Gross Turnover %	2.44	4.54	3.02	4.39	5.83	2.95	2.09	1.26	(4.14)	(0.92)
Net Profit Margin %	0.88	2.08	3.34	5.10	3.23	1.21	0.77	0.11	(4.84)	(1.31)
RONW %	(22.15)	(206.02)	141.66	68.03	26.41	9.20	6.22	0.81	(27.73)	(8.31)

**STANDALONE OPERATING RESULTS – 2011-12 to 2020-21**

PARTICULARS	Rs. In Lakhs									
	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
TOTAL INCOME	8088.60	10360.70	10658.33	9409.58	7911.29	8067.95	9070.07	8148.97	5111.37	5233.11
PBDIT	196.94	469.78	322.21	412.82	457.28	237.78	189.41	94.44	(210.33)	47.79
DEPRECIATION	21.56	20.03	27.32	30.33	26.01	30.03	33.70	33.48	33.14	32.32
PBIT	175.38	449.75	294.89	382.49	431.27	207.75	155.71	84.26	(243.48)	15.47
PBT	95.73	332.53	149.23	279.64	345.07	149.91	106.99	1.06	(248.17)	11.03
EXCEPTIONAL ITEM	-	-	(257.06)	(308.54)	-	-	-	-	-	-
TAX	26.75	115.10	47.80	102.13	94.68	47.11	34.99	1.5	0	79.13
DEFERRED TAX	(2.05)	1.55	2.18	6.47	(2.61)	5.71	2.08	9.6	1.96	0.02
PAT	71.03	215.87	356.31	479.57	253.00	97.09	69.93	9.14	(246.20)	(68.12)

## VALUE ADDED STATEMENT

Rs. in Lakhs

PARTICULARS	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
<b>(A) Sales</b>	8,374.52	9,065.70	9,062.61	8,137.42	5,085.79	5,197.99
<b>Total of A</b>	<b>8,374.52</b>	<b>9,065.70</b>	<b>9,062.61</b>	<b>8,137.42</b>	<b>5,085.79</b>	<b>5,197.99</b>
<b>(B) Less: Cost of Materials and Services</b>						
1. Consumption of Materials	6,203.45	6,935.78	7890.42	7364.10	4529.58	4562.48
2. Increase in stock/(Decrease in Stock)	160.58	(39.85)	43.10	(15.95)	11.97	(34.38)
3. Audit Fees	3.72	3.90	2.45	4.00	5.45	2.45
4. Provision for Doubtful Debts	-	-	-	-	-	-
5. Interest on working Capital loan from Banks	-	-	-	-	-	-
6. Other Manufacturing & Admin Expenses	768.38	716.15	501.86	457.36	423.68	275.37
7. Exceptional items	-	-	-	-	-	-
Total of B	7,136.12	7,377.54	8437.83	7665.94	4970.69	4805.92
<b>(C) Value Added by Manufacturing &amp; Trading Activities (A-B)</b>	1,238.41	1,688.16	624.78	471.48	115.10	392.07
<b>(D) Add: Other Income</b>	<b>71.74</b>	<b>16.34</b>	<b>7.46</b>	<b>11.55</b>	<b>25.58</b>	<b>35.52</b>
<b>(E) Gross/Total Value Added (C+D)</b>	1,310.15	1,704.50	632.24	483.03	140.68	427.59
<b>Application of Value Added</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>
(A) Employees Benefit	269.45	361.40	442.82	380.22	351.01	379.79
(B) Government fees						
<b>Income Tax, Corporation Tax,</b>						
Tax Distributed on Profits, Cess & Local Taxes	634.56	1,099.00	34.98	1.50	-	79.13
Total of B	634.56	1,099.00	34.98	1.50	-	79.13
<b>(C) Investment Cost</b>						
Interest on Debentures	-	-	-	-	-	-
Interest on Borrowings	86.20	-	-	-	-	-
Interest on Fixed Loans from Financial Institution	-	57.83	48.73	68.28	4.69	4.43
Equity Dividend	-	-	-	-	-	-
Preference Dividend	-	-	-	-	-	-
<b>Total of C</b>	<b>86.20</b>	<b>57.83</b>	<b>48.73</b>	<b>68.28</b>	<b>4.68</b>	<b>4.43</b>

**Notes:**

- Cash and cash equivalents include Cash and bank balances, investment in short term deposits and mutual funds
- Current maturities of Long-Term Borrowings have been included in Borrowings and excluding same from current liabilities.
- Operating EBITDA: Profit from operations before other income, finance costs and depreciation and amortization expense.
- Average Return on Capital Employed: EBIT/ Average Capital Employed (Capital Employed: Net worth + Long-term borrowings + Current maturities of Long-Term borrowings)
- Return on Net worth: Profit after Tax / Net worth
- Debts Equity Ratio: (Long-term borrowings + Current maturities of Long-Term borrowings) / Shareholders' funds
- Price Earnings Ratio: Market Price per share / Basic Earnings per share
- Net worth per share: Net Worth / Number of Equity Shares
- Current Assets: Total assets - Fixed assets - Investments
- Current Liability: Current liability excluding Short-term borrowings + Long-term provision



**NOTICE**  
**TAMILNADU STEEL TUBES LTD.**

Regd. Office: Mercury Apts., 1st Floor, No. 65, Pantheon Road, Egmore, Chennai-600008

Phones: 2855 5653 / 2855 5673; Fax: 091-044-28555643

CIN:L27110TN1979PLC007887

E-mail: tnsteel79@gmail.com / tnt.share@yahoo.in / contact@tamilnadusteeltubesltd.com

Web: www.tamilnadusteeltubesltd.com

**42<sup>nd</sup> ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the **Forty Second Annual General Meeting** of the Members of TAMILNADU STEELTUBESLTD will be held on **Thursday, the 23<sup>rd</sup> September, 2021 at 10.00 A.M. Indian Standard time (IST)**, through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM), at the Regd. Office of the Company Mercury Apartments 1<sup>st</sup> Floor, No. 65 Pantheon Road, Egmore Chennai 600 008, Tamil Nadu (Deemed Location) to transact the following Business:

**ORDINARY BUSINESS:**

**1. Approval of Accounts 2020-21**

To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:

**RESOLVED THAT** the Audited Standalone Financial Statements of the Company for the financial year ended 31st March 2021, the Reports of the Board of Directors and the Auditors thereon, be and are hereby received and adopted.

**SPECIAL BUSINESS**

**2. Appointment of Mr. Bivashwa Das as Managing Director**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:**

**“RESOLVED THAT** pursuant to the provisions of sec 196, 197, 203 Schedule V and any other applicable provisions of the Companies Act, 2013 read with Rule 3 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) and subject to the approval of Central Government if any, the approval of the members be & is hereby accorded for the appointment of Mr. Bivashwa Das (DIN:07253655) as the Managing Director (Whole Time Key Managerial Personnel) of the Company for a term of 5 years commencing from 30/06/2021 till 30/06/2026 at a remuneration fixed by the Board on the recommendation of the Nomination & Remuneration Committee and on such terms and conditions mutually agreed upon by the Board and Mr. Bivashwa Das as specified on the Explanatory Statements pursuant to the provisions of sec 102 (1) of the companies act, 2013 annexed to this Notice.

**FURTHER RESOLVED THAT** the Board be & is hereby authorized to alter the terms & conditions of the appointment and/or remuneration as fixed by the Board, subject to the same not exceeding the limit as specified under section 197 read with Schedule V of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force).

**RESOLVED FURTHER THAT** where in any financial year during the currency of his tenure, the Company has no profits or its profits are inadequate, the remuneration payable to Mr Bivashwa Das (DIN:07253655) Managing Director by way of salary, perquisites and allowances shall not exceed the maximum remuneration payable in accordance with Section II of Part II of Schedule V of the Companies Act, 2013 with liberty to the Board / Committee to decide the breakup of the remuneration from time to time as decided by the board.

**RESOLVED FURTHER THAT** Mr Bivashwa Das , Managing Director be entrusted with such powers and perform such duties as may from time to time be delegated / entrusted to him subject to the supervision and control of the Board.

### 3. **Appointment of Mr. Ram Asish Singh – Whole Time Director**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:**

**RESOLVED THAT** pursuant to the provisions of sec 196, 197, 203 Schedule V and any other applicable provisions of the Companies Act, 2013 read with Rule 3 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) and subject to the approval of Central Government if any, the approval of the members be and is hereby accorded for the appointment of Mr. Ram Asish Singh (DIN: 09236352), as Whole Time Director, who holds office up to the date of this Annual General Meeting as a Whole Time Director of the Company for a term of 3 years commencing from 30/06/2021 till 30/06/2024 at a remuneration fixed by the Board on the recommendation of the Nomination & Remuneration Committee and on such terms and conditions mutually agreed upon by the Board and Mr. Ram Asish Singh as specified on the Explanatory Statements pursuant to the provisions of sec 102 (1) of the companies act, 2013 annexed to this Notice.

**FURTHER RESOLVED THAT** the Board be & is hereby authorized to alter the terms & conditions of the appointment and/or remuneration as fixed by the Board, subject to the same not exceeding the limit as specified under section 197 read with Schedule V of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force).

**RESOLVED FURTHER THAT** where in any financial year during the currency of his tenure, the Company has no profits or its profits are inadequate, the remuneration payable to Mr Ram Asish Singh (DIN: 09236352) Whole Time Director by way of salary, perquisites and allowances shall not exceed the maximum remuneration payable in accordance with Section II of Part II of Schedule V of the Companies Act, 2013 with liberty to the Board / Committee to decide the breakup of the remuneration from time to time as decided by the board.

**RESOLVED FURTHER THAT** Mr Ram Asish Singh (DIN: 09236352) Whole Time Director be entrusted with such powers and perform such duties as may from time to time be delegated / entrusted to him subject to the supervision and control of the Board.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, usual or expedient, to give effect to the aforesaid resolution.

**4. Appointment of Independent Director: Mr.R.V.Sathyannarayanan**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:**

**RESOLVED THAT** pursuant to the provisions of Sections 149 read with Schedule IV, 150, 152, 161 and other applicable provisions of the Companies Act, 2013, the Rules thereunder (including any statutory modification(s) of re-enactment thereof for the time being in force) and in terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time, Mr R V Sathyannarayanan (DIN: 08913315), be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of Three years from 30th June 2021 to 30th June 2024 (both days inclusive).

**5. Confirmation of Appointment of Independent Director: Mrs. Renuka Ramesh**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:**

**RESOLVED THAT** pursuant to the provisions of Sections 149 read with Schedule IV, 150, 152, and other applicable provisions of the Companies Act, 2013, the Rules thereunder, the appointment of Mrs Renuka Ramesh, (DIN 0790904) as an Independent Director, not liable to retire by rotation, for a period of 3 years from 06.02.2021 to 06.02.2024 as per the Resolution passed at the Meeting of the Board of Directors held on 06.02.2021, be and is hereby confirmed and the matter be placed before the ensuing Annual General Meeting for confirmation and approval of the same by the Members at the AGM.

**6. Appointment and Fixation of Remuneration to Cost Auditor:**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:**

**RESOLVED THAT** pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules thereunder [including any statutory modification(s) or re-enactment thereof, for the time being in force], the remuneration to M/s. Latha Venkatesh & Associates, Cost Accountants (Firm Registration No.101017) appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2021-22, amounting to Rs. 80,000/- (Rupees Eighty Thousand only) in addition to reimbursement of out-of-pocket expenses incurred in connection with the said audit but excluding taxes, as may be applicable, be and is hereby ratified and confirmed.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution.

**7. Approval for Related Party Transactions under Section 188 of the Companies act, 2013 and regulation 23 of SEBI (LODR) regulations, 2015.**

**To consider and if deemed fit, to pass, with or without modification(s), the following resolution as a SPECIAL RESOLUTION:**

**RESOLVED THAT**, pursuant to Section 188 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder and subject to such other approvals, consents, permissions, sanctions of any authorities as may be necessary, consent of the Company be and is hereby accorded to the Board of Directors to enter into a contract to sell, lease, transfer, assign or otherwise dispose off the whole or part of the Company's Lands measuring about 6.75 Acres situated at Plots B-10 & C-13, Industrial Complex, MM Nagar-603 209, Chengalpattu Dist., to Mrs Durga Devi Goyal, mother of Mr Rakesh Goyal, [Ex-Managing Director, promoter holding 5.94% Shares (3,04,640 Equity Shares) at a consideration which is not less than the market value to be discharged in a manner and on such terms and conditions as may be mutually agreed upon between the Board of Directors of the Company and Mrs Durga Devi Goyal.

**RESOLVED FURTHER THAT** the Board of Directors of the Company or such other officer of the Company be and are hereby authorized to do all such acts, matters and things as may be necessary to give effect to the above resolution

No other Directors except Sri Rakesh Goyal, are interested in the Resolution.

#### 8. **Borrowing in excess of Paid-up Capital and Free Reserves:**

**To increase the borrowing limits of the Company and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a SPECIAL RESOLUTION:**

**"RESOLVED THAT** in supersession of the earlier resolution passed in this regard and pursuant to Section 180(1)(c) of the Companies Act, 2013 and rules framed thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force) and any other applicable laws and provisions of Articles of Association of the Company, consent of the Company be and is hereby accorded to the Board of Directors of the Company or Committee thereof (the "Board") to borrow such sum of moneys, from time to time, at its discretion, with or without security, and upon such terms and conditions as the Board may think fit, for the purpose of business of the Company, such that the moneys to be borrowed by the Company at any point of time shall not exceed a sum of Rs 25 Crores (Rupees Twenty Five Crores Only);

**RESOLVED FURTHER THAT** the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

#### **NOTE:**

1. An Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 ("the Act"), setting out material facts concerning the business under Item No.2 to 8 of the accompanying Notice, is annexed hereto. The Board of Directors of the Company has opined that the special business under Item No.2, to 8, being considered unavoidable, be transacted at 42<sup>nd</sup> Annual General Meeting (AGM) of the Company.
2. In respect of items 2 to 6, a statement giving additional information on the Directors seeking appointment/re-appointment is annexed herewith as required under SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

**NSDL: E-Voting Instructions:**

1. 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 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
2. 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 EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the EGM/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 EGM/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 EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. 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 EGM/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 EGM/AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at [www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the EGM/AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
7. EGM/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, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

## THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on 20.09.2021 at 10: 00 A.M. and ends on 22.09.2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 16.09.2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 16.09.2021.

### **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: Access to NSDL e-Voting system**

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the "<b>Beneficial Owner</b>" icon under "<b>Login</b>" which is available under '<b>IDeAS</b>' section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "<b>Access to e-Voting</b>" under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "<b>Register Online for IDeAS Portal</b>" or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home</li> </ol>

page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

4. Shareholders/Members can also download NSDL Mobile App "**NSDL Speede**" facility by scanning the QR code mentioned below for seamless voting experience.

**NSDL Mobile App is available on**



Individual Shareholders holding securities in demat mode with CDSL

- Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or [www.cdslindia.com](http://www.cdslindia.com) and click on New System Myeasi.
- After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL**. Click on **NSDL** to cast your vote.
- If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasi/Registration/EasiRegistration>
- Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in [www.cdslindia.com](http://www.cdslindia.com) home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. **NSDL** where the e-Voting is in

	progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 or 022-23058542-43



**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**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 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP 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 :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
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. Password details for shareholders other than Individual shareholders 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](http://www.evoting.nsdl.com).
  - b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://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](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - 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.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system ?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. 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 promoted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **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 [vssowrirajan@gmail.com](mailto:vssowrirajan@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto: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](http://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](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to ( Ms.\_Soni Singh NSDL) at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

### **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 [tnt.share@yahoo.in](mailto:tnt.share@yahoo.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 [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in) If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

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

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/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 EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/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 EGM/AGM shall be the same person mentioned for Remote e-voting.

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

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member 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.
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 [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in) The same will be replied by the company suitably.

**ANNEXURE TO THE NOTICE – STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

**Item No.2:**

**Appointment of Mr.Bivashwa Das – As Managing Director**

In view of the retirement of Mr. Rakesh Goyal Managing Director(Whose five years term completed on 16.03.2021) The Board of Directors pursuant to the recommendation of Nomination and Remuneration Committee, in their meeting held on 09<sup>th</sup> August 2021,the appointment of Mr. Bivashwa Das as Managing Director, for a period of five years from 30<sup>th</sup> June 2021 to 30<sup>th</sup> June 2026 , with a remuneration without t exceeding the ceilings of Managerial Personnel and also as fixed by the Board which is further subject to requisite approval from the shareholders at the ensuing AGM and in accordance with the applicable provisions of the Companies Act, 2013.

Mr Bivashwa Das, was a Graduate and has a working experience of over 20 years in the Steel Industry particularly in ERW Pipe.

**Item No.3:**

**Appointment of Mr. Ram Ashish Singh – Wholetime Director**

Mr. Ram Ashish Singh, holding DIN 09236352, was appointed by the Board of Directors ("Board"), on the recommendation of the Nomination and Remuneration Committee, as Wholetime Director of the Company with effect from 30<sup>th</sup> June 2021 pursuant to Section 161(1) of the Companies Act, 2013 ("the Act"). The Company has received the requisite consent and disclosure forms from him and also necessary notice in writing from a Member under Section 160 of the Act proposing his candidature for the office of Director.

Subsequent to the retirement of Mr Rakesh Goyal, Managing Director, and appointment of Mr Bivashwa Das as Managing Director in his place, it is necessitated to appoint one more whole-time director, in accordance with the provisions of Section 152, 196, 197, 198, 203 and other applicable provisions if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Pursuant to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company, and the company has appointed Mr Ram Asish Singh (DIN: 09236352) as whole time Director of the Company for a period of three years with effect from 30<sup>th</sup> June 2021 to 30<sup>th</sup> June 2024 with a remuneration not exceeding the ceilings of Managerial Personnel and also as fixed by the Board which is further subject to requisite approval from the shareholders at the ensuing AGM and in accordance with the applicable provisions of the Companies Act, 2013 .

Mr. Ram Ashish Singh is not related to any of the other Directors and Key Managerial Personnel of the Company and their relatives.

**Item No.4:**

**Appointment of Mr. R.V. Sathyanarayanan – Independent Director**

Mr. R.V Sathyanarayanan, holding DIN 08913315, was appointed, by the Board of Directors ("Board"), on the recommendation of the Nomination and Remuneration Committee, as an Independent Director of the Company with effect from 30<sup>th</sup> June 2021 pursuant to Section 161(1) of the Companies Act, 2013 ("the Act") and holds office up to the date of the ensuing Annual General Meeting. The Company has received the requisite consent and disclosure forms from him and also necessary notice in writing from a Member under Section 160 of the Act proposing his candidature for office of Director.

Mr. R.V Sathyanarayanan does not hold any shares of the Company.

The other details relating to Mr. R.V Sathyanarayanan pursuant to the Secretarial Standard on General Meetings appear in the Annual Report under Directors' Profile, Corporate Governance Report and annexure thereto.

In the opinion of the Board, Mr. R.V Sathyanarayanan satisfies the criteria prescribed in the Act and Rules made thereunder for appointment as an Independent Director of the Company and that he is independent of the Management. Accordingly, the Board, on the recommendation of the Nomination and Remuneration Committee, recommends his appointment as an Independent Director for a term of three years, from the date of his appointment to the Board as an *Independent* Director (viz., from 30th June 2021). The draft letter of appointment setting out the terms and conditions of his appointment is available on the website of the Company.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail his services as an Independent Director. Accordingly, the Board recommends the Resolution in relation to the appointment of Mr. R.V Sathyanarayanan as an Independent Director, for approval of the shareholders of the Company.

Except Mr R.V Sathyanarayanan, being the appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives, is concerned or interested, financially or otherwise, in the Resolution relating to his appointment as Independent Director of the Company.

#### **Item No. 5:**

#### **Appointment of Mrs. Renuka Ramesh – Independent Director**

Mrs. Renuka Ramesh, holding DIN 07904904 has been appointed as an Independent Director by the Board of Directors ("Board"), on the recommendation of the Nomination and Remuneration Committee, as an Independent Director of the Company with effect from 6th Feb 2021 pursuant to Section 161(1) of the Companies Act, 2013 ("the Act") for a term of 3 years, from the date of her appointment (viz., from 6<sup>th</sup> Feb 2021 to 6<sup>th</sup> Feb 2024).

The Board considers that her continued association would be of immense benefit to the Company and it is desirable to continue to avail her services as an Independent Director. Accordingly, the Board recommends the Resolution in relation to the appointment of Ms. Renuka Ramesh as an Independent Director, for confirmation and approval of the shareholders of the Company at the ensuing AGM to be held on 23.09.2021

Except Mrs. Renuka Ramesh, being the appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives, is concerned or interested, financially or otherwise, in the Resolution relating to her appointment as Independent Director of the Company.

**Item No. 6:**

**Appointment and fixation of Remuneration to Cost Auditor :**

In terms of the Companies (Cost Records and Audit) Rules, 2014, some of the products of the Company are covered under the requirement of conduct of audit of the cost records.

M/s. Latha Venkatesh & Associates (Firm Regd. No. 101017) were appointed by the Board of Directors, on the recommendation of the Audit Committee, as the Cost Auditors to conduct an audit of the cost records in respect of the products of the Company covered under cost audit for the financial year 2021-22 on the remuneration payable to them as per details furnished under Item no. 6 of the Notice of the Annual General Meeting.

In terms of Section 148 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the shareholders of the Company. The Board recommends the Resolution for approval by the Shareholders of the Company.

None of the Directors of the Company and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the aforesaid Resolution.

**Item No. 7**

**Approval for Related Party Transactions under Section 188 of the Companies act, 2013 and regulation 23 of SEBI (LODR) regulations, 2015.**

**To Execute Sale Deed Registration :**

In accordance with Regulation 23 of SEBI (LODR) Regulations, 2015 ("Regulations") , all material related party transactions shall be placed for approval of the shareholders in the General Meeting.

The Board of Directors of the Company based on the recommendations of the Audit Committee, considered this at its meeting held on August 09, 2021, and recommended this to Shareholders for their approval. Accordingly, the approval of the shareholders by way **of Special Resolution** is sought under Section 188 of the Companies Act, 2013, the Companies (Meeting of Board and its Powers) Rules, 2014 to enable the Company to enter into related Party Transactions. The particulars of the Related Party Transactions, which are required to be stated in the Explanatory Statement, as per Rule 15(3) of the Companies (Meetings of Board and its Powers) Rules, 2014 are as per Audited Balance Sheet. A Detailed statement was annexed herewith in Annexure – VIII AOC 2 Related party transactions. Accordingly, the details of all related party transactions entered and are still subsisting are given here in below for approval of the shareholders

Except Mr. Rakesh Goyal, Ex-Managing Director, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the said Resolution.

Item No.8

**Borrowing money in excess of paid up capital and free reserves.**

**Power to borrow money in excess of paid up capital, free reserves and securities premium account u/s 180 (c) of Companies Act 2013.**

The company has proposed for development of the Factory property/land about 2,00,000 Sq. Ft. (the excess land) for company's future expansion purpose, and therefore decided to avail loan/ financial assistance from Bank / Financial Institutions, upto Rs.25 Crores (Rupees Twenty five Crores) by offering as collateral security of the company's land documents.

The Board recommends the Special Resolution set out at Item No. 8 of the Notice for approval by the Members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed resolution, set out at Item No. 8 of the Notice.

By Order of the Board

For **Tamilnadu Steel Tubes Ltd**

Place: Chennai

Date: 09<sup>th</sup> August 2021

**C Muruganandam**  
Company Secretary



## ANNEXURE TO THE NOTICE

Statement pursuant to the provisions of section ii of part ii of schedule of the Companies Act, 2013 [including Secretarial Standard – 2 and SEBI (LODR) regulations, 2015, as applicable] in respect of item nos.4 of the notice.

Details of directors retiring by rotation/seeking appointment/re-appointment at the ensuing Annual General Meeting [as per SEBI(LODR)Regulation,2015]

Name	Mr.Bivashwa Das	Mr.RamAsish Singh
DIN	07352655	09236352
Date of Birth	23.05.1984	01.04.1961
Qualification	B. A	B.SC (Chem.)
Experience (including expertise in specific functional area) / Brief Resume	A Graduate and has a work experience of over 20 years in the Steel Industry particularly in ERW Pipe.	A Graduate in B.Sc (Chem.) and has a work experience of over 35 years in the Steel Industry particularly in ERW Pipe.
Date of First appointment	07.11.2015	30.06.2021
Name of the companies in which he holds Directorship of Boards	NIL	NIL
Name of the Companies in which he holds membership of the Committees of the Board	NIL	NIL
No. of shares held in the Company	NIL	NIL
Nationality	Indian	Indian

## ANNEXURE TO THE NOTICE

<b>Name</b>	<b>Mrs. Renuka Ramesh</b>	<b>Mr.R.V.Sathyannarayanan</b>
DIN	07904904	08913315
Date of Birth	29.08.1968	29.05.1962
Qualification	B.Com.	B.A (Economics) M.Sc (Psy.)
Experience (including expertise in specific functional area) / Brief Resume	A Graduate in Commerce and practicing as Chartered Accountant having a vast experience in Auditing, for more than 20 years. She joined the Board originally on 04.09.2017, and after expiry of her tenure, she has been re-inducted to the Board on 06.02.2021 as Non-Executive – Independent Director	A Graduate in B.A (Economics),M.Sc (Psy.), Post Graduate in Personal Management & Industrial relations (PGDPMIR) & Law Graduate (LLB) and work experience of over 30 years in several roles & capacities, handled in Corporate Administration, Human Resources/ Industrial Relations
Date of First appointment	06.02.2021	30.06.2021
Name of the companies in which he holds Directorship of Boards	NIL	NIL
Name of the Companies in which he holds membership of the Committees of the Board	NIL	NIL
No. of shares held in the Company	NIL	NIL
Nationality	Indian	Indian

**DIRECTORS REPORT**  
&  
**MANAGEMENT DISCUSSION AND ANALYSIS**

Dear Shareholders,

The Directors take pleasure in presenting the 42<sup>nd</sup> Annual Report together with the audited financial statements of the Company for the year ended 31<sup>st</sup> March 2021.

**1. FINANCIAL RESULTS (Standalone):**

The Company's Financial Results for the year ended 31st March 2021 is summarized below:

	[Rs. in Crore]	
	2020-21	2019-20
Revenue from Operations (Net) and other income	52.34	51.11
Profit Before Tax (PBT)	0.11	(2.48)
Provision for Tax	0.79	(0.02)
<b>Profit After Tax (PAT)</b>	<b>(0.68)</b>	<b>(2.46)</b>
Other Comprehensive Income	-	-
Total Comprehensive Income	(0.68)	(2.46)
Balance brought forward from previous year	3.44	5.90
Profit available for Appropriations	2.76	3.44
<b>Appropriations:</b>		
Interim Equity Dividend	-	-
Proposed Final Equity Dividend	-	-
Tax on Equity Dividends	-	-
Transfer to General Reserve	-	-
<b>Surplus carried to the next year's account</b>	<b>2.76</b>	<b>3.44</b>

**2. OVERVIEW OF COMPANY'S FINANCIAL PERFORMANCE**

**Revenue**

During 2020-21, the Company achieved a turnover of Rs. 51.98 Crore, registering a very marginal growth of 2.21% over the previous year. The Company focused on reducing fixed costs, manage working capital more efficiently and making capital expenditure prudently on critical growth projects.

**Other Operating Revenue**

Other operating revenue for the year ended March 31, 2021 includes Rs 0.36 Crore (last year Rs. 0.26 Crore)

**Profit before Tax**

Profit posted before tax for the year is Rs. 0.11 Crore.

### Total Comprehensive Income

Total Comprehensive loss for the year is Rs. 0.68 Crore as compared to a loss of Rs. 2.46 Crore in 2019-20.

### 3. COVID-19 and its impact

Consequent to the outbreak of the COVID-19 pandemic and the lockdown/curfew introduced by the Central and State Governments, the operations in the Company's manufacturing plants situated across various locations of the Country had to be shut down or were disrupted till the first half of 2020-21.

With the easing in the lockdown/curfew and the Governments permitting operations to be resumed with necessary permission from the local authorities, the Company from end April 2020 onwards resumed operations, in a partial manner, in our factory. As the situation improved, the Company's operations were also scaled up to the pre-pandemic level in line with improvement in the economic activity in the Country.

With the widespread resurgence of the COVID-19 virus resulting in a more serious, second wave of the pandemic, the Governments across various States of the country started imposing lockdown/lockdown-like restrictions again from the month of April 2021 onwards. These measures have come to impact the operations of the manufacturing plants and warehouses of the Company leading to no or minimum level operations only as permitted in the States.

Considering the seriousness of the pandemic situation, the Company is taking various measures to ensure the health and safety of its employees and to comply with the directives regularly being issued by the Central and the respective State Governments besides the local authorities at all its business locations. The Company will continue to monitor the situation for taking timely action based on the guidance from the Governments and the authorities.

The Company has considered the possible effects/ impact arising from COVID-19 on its financial results for the year 2020-21 and at this stage, it has concluded that no material adjustments are required to the same. The Company will continue to closely monitor any material changes to future economic conditions.

### 4. TRANSFER TO RESERVES

Since the Company incurred loss during the year, no profits for FY 2020-21 are transferred to General Reserves.

### 5. CASH & CASH EQUIVALENT

Cash and Cash Equivalent as at March 31, 2021 was Rs.1.23 Crores. The Company continues to focus on judicious management of its working capital. The Company has taken many steps during the year to improve the working capital turns. The working capital parameters were kept under strict check through continuous monitoring.

## **6. DIVIDEND**

Your directors did not recommend any dividend for this year.

## **7. SHARE CAPITAL**

The Company's paid up Equity Share Capital as on March 31<sup>st</sup> 2021 is Rs. 5.12 Crores. The Company has neither issued any shares with differential rights as to Dividend, Voting or otherwise nor issued shares (including sweat equity shares) to the Employees or Directors of the company under any Scheme. As on March 31, 2021 none of the Directors of the Company hold shares of convertible instruments of the Company.

No disclosure is required under Section 67(3)(c) of the Act, in respect of voting rights not exercised directly by the employees of the Company as the provisions of the said Section are not applicable.

## **8. DEPOSITS**

The Company has not accepted any fixed deposits under Chapter V of the Companies Act, 2013, and as such no amount of principal and interest were outstanding as on 31<sup>st</sup> March 2021.

## **9. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

## **10. CAPITAL EXPENDITURE**

The Company continues to assess the trends emerging in the industry and the changing requirements of its customers and invests appropriately for the long-term, with a view to servicing its customers in a more timely and efficient manner

## **11. STANDALONE FINANCIAL STATEMENTS**

The Standalone Financial Statements of the Company for the Financial Year Ended 31<sup>st</sup> March 2021 is prepared in compliance with the applicable provisions of the Act, Indian Accounting Standards (Ind-AS) and as prescribed by Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'the SEBI (LODR) Regulations, 2015). The Financial Statements of the Company for the year ended 31<sup>st</sup> March 2021 have been disclosed as per Division II of Schedule III to the Companies Act, 2013.

Pursuant to the provisions of Section 136 of the Companies Act, the Financial Statements of the Company, the Standalone Financial Statements along with all relevant documents and the Auditors' Report thereon form part of this Annual Report. The Financial Statements as stated above are also available on the website of the company and can be accessed at the web link [www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com)

## 12. CORPORATE SOCIAL RESPONSIBILITY (CSR):

At present, the company is not falling under purview of section 135 of the Companies Act, 2013. However, the Company's CSR Policy has been re-stated making it more comprehensive and in alignment with the requirements of the Act, when applicable. The Company is committed to Corporate Social Responsibility and strongly believes that the business objectives of the Company must be in congruence with the legitimate development needs of the society in which it operates.

## 13. CORPORATE GOVERNANCE

The Company is committed to maintaining high standards of corporate governance. The Company has been in compliance with the requirements of SEBI Listing Regulations.

A report on corporate governance together with a certificate from the Practising Company Secretary is annexed in accordance with the terms of the SEBI Listing Regulations and forms part of the Board's Report. The Managing Director and the Chief Financial Officer have submitted a certificate to the Board regarding the financial statements and other matters in terms of Part B of Schedule II [Corporate Governance] of the SEBI Listing Regulations.

The Report further contains details as required to be provided in the Board's Report on the policy on Directors' appointment and remuneration including the criteria, annual evaluation by the Board and Directors, composition and other details of Board committees, implementation of risk management policy, whistle-blower policy/vigil mechanism, dividend policy etc.

## 14. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014 forms part of this Report.

## 15. RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year under review were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions during the year which may have a potential conflict with the interest of the Company at large. Necessary disclosures as required under the Indian Accounting Standards have been made in the notes to the Financial Statements.

The policy on Related Party Transactions as approved by the Board is uploaded and available on the following link [www.tamilnadusteeltubestd.com](http://www.tamilnadusteeltubestd.com)

None of the Directors had any pecuniary relationships or transactions vis-à-vis the Company.

## **16. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The Board of your Company is duly constituted in accordance with the requirements of the Companies Act, 2013 and SEBI Regulations.

### **Directors and KMPs resigned and appointed during the year:**

Mr. Bivashwa Das, Director was inducted to the Board during November 2015 and appointed as Managing Director of the Company for a Five year term of office from 30th Jun 2021. The appointment of Mr. Bivashwa Das as Managing Director is also subject to the shareholders' approval in the ensuing Annual General Meeting.

Mr. Ram Ashish Singh was inducted as Additional Director of the Company on 30th Jun 2021 and was also appointed as a Whole-time Director of the Company for a three-year term of office from 30th Jun 2021. The appointment of Mr. Ram Ashish Singh as Whole-time Director is also subject to the shareholders' approval in the ensuing Annual General Meeting.

Ms. Renuka Ramesh who was a director since 4th Sep 2017 retired on 4th Sep 2020 and has been re-appointed as Additional Director in the Independent Director/ Woman Director category of the Company on 6th Feb 2021 for a period of three years and her appointment is also subject to the shareholders' approval in the ensuing Annual General Meeting.

Mr. RV Sathyanarayanan was appointed as an Additional Director in the Independent Director category of the Company on 30<sup>th</sup> Jun 2021 for a period of three years and his appointment is subject to the shareholders' approval in the ensuing Annual General Meeting.

The Board, based on and after taking into consideration the recommendations of the Nomination and Remuneration Committee, takes pleasure in recommending the appointment of Ms Renuka Ramesh and Mr. RV Sathyanarayanan as Independent Directors for a term of 3 years not liable to retire by rotation and also the appointment of Mr. Bivashwa Das as Managing Director and Mr Ram Ashish Singh as Whole-time Directors, at the ensuing Annual General Meeting.

All the Independent Directors of the Company have furnished necessary declaration in terms of Section 149(6) of the Act affirming that they meet the criteria of independence as stipulated thereunder. All the Independent Directors of the Company are registered on the Independent Directors Databank as required under the Companies Act, 2013 and the applicable Rules in the said regard. In the opinion of the Board, all the Independent Directors have the integrity, expertise and experience including the proficiency as required to effectively discharge their roles and responsibilities in directing and guiding the affairs

of the Company.

We regret to inform the sudden demise of Mr MJ Lakshmi Narasimha Rao on 8<sup>th</sup> May 2021. He was an independent director since 10<sup>th</sup> Mar 1993 and chaired the meetings of the Board and various committees. The Board expresses its grateful appreciation of the distinguished services rendered by Mr MJ Lakshmi Narasimha Rao during his association, since 1993. As an Independent Director of the Company, he played a key role and contributed richly to the growth of the Company through his leadership and wise counsel and the Board places on record its appreciation of his distinguished services in the course of his long association with the Company.

The required information of the Directors being appointed, pursuant to the provisions of the Listing Regulations, forms part of the Annual Report.

There was no change in the composition of the Board of Directors and the Key Managerial Personnel, except as stated above.

The following persons have been designated as Key Managerial Personnel of the Company pursuant to section 2(51) and section 203 of the Act, read with the Rules framed there under.

- |                         |                                       |
|-------------------------|---------------------------------------|
| 1. Mr. Bivashwa Das     | - Managing Director                   |
| 2. Ms G. Chitra         | - CFO                                 |
| 3. Mr. C. Muruganandam  | - Company Secretary & Head Compliance |
| 4. Mr. N. Sudharsan     | - Whole-time Director                 |
| 5. Mr. M.T. Elumalai    | - Whole-time Director                 |
| 6. Mr. Ram Ashish Singh | - Whole-time Director                 |

## **15. DIRECTORS' REMUNERATION POLICY AND CRITERIA FOR MATTERS UNDER SECTION 178**

Information regarding Directors' Remuneration Policy and criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178 are provided in the Corporate Governance Report.

## **17. EXTRACT OF ANNUAL RETURN**

A copy of the Annual Return of the Company is placed on the website of the Company and the same is available on the website of [www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com).

## **19. SECRETARIAL STANDARDS OF ICSI**

Pursuant to the approval given on 10 April 2015 by the Central Government to the



Secretarial Standards specified by the Institute of Company Secretaries of India, the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) came into effect from 1 July 2015. The said standards were further amended w.e.f. 1 October 2017.

The Company has ensured compliance of the Secretarial Standards issued by the Institute of Company Secretaries of India during the period under review. The Company is in compliance with the same.

## **20. DIRECTORS' RESPONSIBILITY STATEMENT**

The Board of Directors confirm that the Company has in place a framework of internal financial controls and compliance system, which is monitored and reviewed by the Audit Committee and the Board besides the statutory, internal and secretarial auditors. To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- a) that in the preparation of the annual Financial Statements for the year ended 31st March 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies as mentioned in the Notes to the Financial Statements have been selected and applied consistently and judgment and estimates have been made 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 2021 and of the loss of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual Financial Statements have been prepared on a going concern basis;
- e) that proper internal financial controls to be followed by the Company have been laid down and that the financial controls are adequate and were operating effectively; &
- f) that proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 21. AUDITORS

### Statutory Auditors

The members, in the 38<sup>th</sup> Annual General Meeting held on September 4, 2017, appointed M/s. Abhay Jain & Co., Chartered Accountants, [Firm's Registration No. 000008S] as the Statutory Auditors of the Company, to hold office for a term of 5 (five) years from the conclusion of the 38th Annual General Meeting (AGM) of the Company held for the financial year 2016-17 until the conclusion of the 43<sup>rd</sup> AGM of the Company for the financial year 2021-22 on such remuneration as may be determined by the Board of Directors.

Pursuant to the amendment to Section 139 of the Companies Act, 2013 which was notified on May 7, 2018, ratification of appointment of Statutory Auditors at every AGM is no longer required. There are no qualifications, reservation or adverse remarks or disclaimer made in the audit report for the Financial Year 2020-21.

The notes to accounts referred to in the Auditors' Report are self-explanatory and therefore, do not call for any further comments.

### Cost Auditors

On the recommendation of the Audit Committee the Board of Directors appointed M/s. Latha Venkatesh & Associates, Cost Accountants (Firm Registration No. 101017), as Cost Auditor of the Company for the financial year 2021-22 under Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014. M/s Latha Venkatesh & Associates has confirmed that they are free from disqualification specified under Section 141 (3) and proviso to Section 148 (3) read with Section 141 (4) of the Companies Act 2013 and that their appointment meets the requirements of Section 141 (3) (g) of the Companies Act, 2013. They have further confirmed their independent status and an arm's length relationship with the Company.

The remuneration payable to the Cost Auditor is required to be placed before the Members at the ensuing AGM for their confirmation and approval. Accordingly, a Resolution for seeking appointment and remuneration payable to Cost Auditor is included in the notice convening the Annual General Meeting.

### Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. VS Sowri Rajan (FCS 2368), Company Secretary in Practice to undertake the Secretarial Audit of the Company. The Report of the Secretarial Audit Report is annexed herewith and forms part of this Report.

The Company has ensured compliance of the Secretarial Standards issued by the Institute of Company Secretaries of India during the period under review. Accordingly, no qualifications or observations or other remarks have been made by the Secretarial Auditor in the said Report.

## **22. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12)**

During the year under review, there were no frauds reported by the auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013.

## **23. HUMAN RESOURCES**

The Company continued to lay emphasis on creating a high performing work culture to achieve organisational goals of the present as well as those of the future in a sustainable way by establishing a culture of process discipline, organisational oneness and achievement orientation across its businesses through simplification and digitization, empowerment, project-based working and customer centricity.

The information relating to employees and other particulars required under Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 will be provided upon request. In terms of Section 136 of the Companies Act, 2013, the Report and Accounts are being sent to the Members excluding the information on employees, particulars of which are available for inspection by the Members at the Registered Office of the Company during business hours on all working days of the Company up to the date of the forthcoming Annual General Meeting. If any Member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in the said regard.

The disclosure with regard to remuneration as required under Section 197 of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached and forms part of this Report

## **24. INTERNAL CONTROL SYSTEMS**

### **Internal Audit and their adequacy**

The Company has in place well defined and adequate internal controls commensurate with the size of the Company and the same were operating effectively throughout the year. To maintain its objectivity and independence, the Internal Auditor (IA) reports to the Chairman of the Audit Committee of the Board. The IA evaluates the efficacy and adequacy of Internal Control System, its compliance with operating systems and policies of the Company and accounting procedures at all locations of the company. Based on the report of IA, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

### Internal Financial Control Systems with reference to the Financial Statements

The Company has complied with the specific requirements of the Companies Act, 2013, which call for establishment and implementation of an Internal Financial Control framework that supports compliance with requirements of the said Act in relation to the Directors' Responsibility Statement.

The Company has in place adequate internal financial controls commensurate with the size, scale and complexity of its operations. During the year, such controls were tested and no reportable material weakness in the design or operations were observed. The Company has policies and procedures in place for ensuring for proper and efficient conduct of its business, 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.

The Company has adopted Accounting Policies which are in line with the Accounting Standards and the Act. These are in accordance with generally accepted accounting principles in India. Changes in policies, if required, are made in consultation with the Auditors and are approved by the Audit Committee.

The Risk Management Committee of the Board of Directors reviews the risk mitigation plans periodically to monitor the key risks of the Company and evaluate the management of such risks for effective mitigation.

The company has a robust financial closure, certification mechanism for certifying adherence to various accounting policies, accounting hygiene and accuracy of provisions and other estimates.

### 25. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has a Vigil Mechanism named Ethical View Reporting Policy (EVRP) to report concerns about unethical behaviour, actual/suspected frauds and violation of company's code of Conduct. Protected disclosures can be made by a whistle blower through several channels. An Ethical View Committee has been constituted to discuss the finding of the investigations of the complaints and to recommend remedial actions. The Audit Committee of the Board oversees the functioning of the Ethical View Committee.

Also, during the year, your Company reached out extensively to employees to conduct greater awareness on Value Creation in Competitive Environment (VCCE) and on Anti Bribery and Corruption Directive (ABCD) through e-learning modules and face to face sessions, achieving a high level of engagement and compliance. This reflects your company's strong commitment to Zero tolerance for non-compliances in this regard and to doing business the right way and with integrity.

**26. BOARD EFFECTIVENESS****a. Familiarization Programme for the Independent Directors**

In compliance with the requirements of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Company has put in place of 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 the familiarization programme are explained in the Corporate Governance Report.

**b. Board Evaluation**

Pursuant to the provisions of the Act and the SEBI (LODR) 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 Audit, Nomination & Remuneration and Compliance Committee. The criteria applied in the evaluation process are explained in the Corporate Governance Report.

**27. ENHANCING SHAREHOLDER VALUE**

Your Company firmly believes that its success in the marketplace and a good reputation are among the primary determinants of value to the Shareholder. The organizational vision is founded on the principles of good Governance and by the resolve to be a customer-centric organization which motivates the Company's Management to be aligned to deliver leading-edge building products backed with dependable after sales services.

Your Company is committed to creating and maximizing long-term value for Shareholders and essentially follows a four-pronged approach to achieve this end.

- a) by increasing all-round operational efficiencies.
- b) by identifying strategies that enhance its competitive advantage.
- c) by managing risks and pursuing opportunities for profitable growth, and
- d) by cementing relationships with other important Stakeholder Groups through meaningful engagement processes and mutually rewarding associations that Enable it to create positive impacts on the economic, societal and environmental dimensions of the Triple Bottom Line.

Underlying this is also a dedication to value-friendly financial reporting that assures the Shareholder and investor of receiving transparent and unfettered information on the Company's performance.

**28. ECONOMIC SCENARIO AND OUTLOOK**

Outbreak of the COVID-19 pandemic in early 2020 and the sharp resurgence of the pandemic again in the recent months of 2021, even as the situation appeared to be kept under good control, in the form of a more serious and devastating second wave, have

come to pose an unprecedented global crisis, of a scale never witnessed before in the annals of the history of mankind. Measures to contain rapid spread of the pandemic through the imposition of lockdowns/lockdown like restrictions, while helping in stemming the spread of the pandemic to a large extent, have, at the same time, applied brakes on economic activity with serious implications to consumption and investment. The impact is well evident as India's Gross Domestic Product (GDP) contracted by 7.3%, in 2020-21 as per the provisional National Income estimates released by the National Statistical Office recently. The Gross Value Added (GVA) in the economy shrank 6.2% in 2020-21 compared to an increase of 4.1% in the previous year. While this is the bleakest performance on record for the economy, the fourth quarter of 2020-21 helped in repairing the damage, with a higher than expected growth of 1.6% in the GDP. This marked the second quarter of positive growth after the country entered a technical recession in the first half of the year. With a lower contraction in the GDP as well GVA in 2020-21, the sharp recovery projected for 2021-22 for the Indian economy by a number of agencies like the International Monetary Fund, at 12.5% and the Reserve Bank of India, at 10.5% may appear difficult at this point as the scourge of the Novel Coronavirus has returned to hurt and blunt economic activity once again.

Although the global economic output is recovering from the collapse triggered by the COVID-19 pandemic, it appears that it will remain below pre- pandemic trends for a prolonged period of time. The pandemic has exacerbated the risks associated with a decade-long wave of global debt accumulation. As per the World Economic Update issued by the World

Bank, although the recent vaccine approvals have given rise to hopes of a turnaround in the pandemic situation later this year, renewed waves and new variants of the Coronavirus pose concerns for the outlook. Amid exceptional uncertainty, the global economy is projected to grow 5.5% in 2021 and 4.2% in 2022.

India's metal sector has suffered a significant blow on account of operational difficulties and poor demand due to COVID-19 and a slow recovery back to pre-pandemic level of production is expected in the coming quarters. In addition, since January the production of crude steel has dropped in the country. India's crude steel output fell by 1 per cent to 19.1 million tonnes (MT) during the first two months of 2021. The country had produced 18.9 MT crude steel during the same period last year. "This will drop further in the first quarter of FY 2021."

As the country is still trying its best to navigate through this unparalleled crisis, the Government and the Reserve Bank of India are taking well calibrated measures to support a robust economic recovery. The Union Budget 2021 was one good example of the initiatives of the Government in focusing on regaining the growth momentum in the economy through several measures including keeping the tax rates stable and enhancing investments in infrastructure.

## 29. STAINLESS STEEL PIPES INDUSTRY - OUTLOOK AND OPPORTUNITIES

Steel demand is expected to be strong due to recovery in manufacturing businesses around the world and global fiscal stimulus supporting infrastructure projects. The outlook for 2021 is expected to be positive because of the unprecedented fiscal stimulus provided by the governments across Europe, the US, Japan, Korea, Russia and China. These stimulus packages are expected to spur growth in these nation's respective infrastructure sectors, boosting steel demand. China is expected to grow by 5% in 2021 with continuation of healthy demand conditions especially in the first half of 2021. Steel demand in key emerging economies (like India, Turkey) and Europe is expected to witness double digit recovery while Asia and Middle-East are likely to grow by 5%.

While it is expected that steel prices will consolidate closer to historical levels, prices are likely to remain high supported by (i) strong iron ore prices, (ii) rebound in coking coal prices, (iii) positive impact from stimulus plans, and (iv) improved business confidence from the roll-out of vaccines. Strong rebound of demand in 2021, in addition to supply-side reforms in China could lead to higher steel prices globally.

Political and geopolitical developments, such as a reduction in government stimulus programmes, policies to cut emissions and trade wars, could increase pressure on the steel sector.

India's steel industry has also suffered the production loss due to lockdown last year and recovered gradually since then, initially driven by export followed by gradual recovery in domestic demand. Strong rebound in manufacturing and infrastructure development activity has led to a sharp rise in both production and consumption of steel in India. In 2021, India's steel demand is expected to grow by 20% over 2020, taking the demand higher than the pre-pandemic level of 103 MnT, driven by strong infrastructure spending and sustained demand of automotive and consumer durables.

The key opportunities boosting the steel demand are as follows:

- Government's focus on strengthening the domestic manufacturing base under the flagship "Atmanirbhar Bharat" programme. The Production Linked Incentive scheme has been introduced to boost the manufacturing sector in industries like automobile & auto components, consumer durables, solar equipment, telecom, etc. These are expected to boost steel consumption.
- Government has announced an investment of over ₹1 trillion in infrastructure over the next 5 years. This would be a key growth driver not only for steel industry but will also be a multiplier of growth across the sectors, boosting steel demand from sectors such as transportation, real estate and infrastructure.
- Emergence of new trends after COVID-19 such as work from home, preference to physical distancing would create additional demand for furniture, personal mobility,

etc. In addition, the rise in e-commerce activity will support the growth of warehousing and light commercial vehicles.

However, the downside to these opportunities are as follows:

- Resurgence of infections leading to fresh lockdowns, both localised as well as regional/ national level resulting in disruption in economic activity.
- Heavy dependence of agriculture sector on monsoon. In last 2 years, a normal monsoon has supported the growth in agriculture sector.
- Slower recovery in contact-based services, which is an integral part of Indian economy and affects lives & livelihood of service sector.

TNT is one of the most trusted Stainless-Steel Pipes and Tubes Manufacturing Company in South India since 1979. TNT was established with a vision to manufacture and to provide Stainless Steel Tubular Pipes to the Industry. The Promoters of the Company with an ample experience and expertise sensed the Board in the fast-emerging field and invested in the best available human resources technology, infrastructure. TNT offers a wide spectrum of Stainless-Steel Pipes and Tubes for use in a diverse range of industry including Oil, Gas, Power, Fertilizer and Heat Exchangers, Paper and pulp, water treatment, dairy, sugar and food processing unlike etc. with its model production and quality assurance facilities. TNT provides its customers with effective reliable and qualitatively superior products which enjoy lasting reputation and ensures total satisfaction of its customers.

The critical challenges before your Company would include the following:

To pursue a judicious value-cum-volume strategy so as to maximize utilization of existing capacity including the additional capacity from the newly expanded Jamul plant.

- To continue to step up the sale of value creating Premium products.
- To further streamline channel management and strengthen marketing activities in a manner that leverages the Company's brand equity.
- To continue promotion and facilitation of cashless transactions in the retail network with a view to ensure uninterrupted retail off takes.
- To develop the means to foresee changes in the value chain and the agility needed to keep strict control on the costs of fuel and raw materials amid volatile global prices.

The above initiatives together with your Company's continued focus on cost efficiency and other customer excellence initiatives should help in presenting an improved performance.



**30. G.I. PIPES & TUBES – PERFORMANCE**

<b>PARTICULARS</b>	<b>2020-21</b>	<b>2019-20</b>
Production – Metric Tonnes	8973.570	9867.707
Sales volume – Metric Tonnes	8989.462	9807.439
Net Sale Value - (Rs. in lakhs)	5,197.99	5,085.78
Operating EBITDA - (Rs. in lakhs)	47.79	(210.33)
Operating EBITDA – margin	0.91%	-4.11%

**Costs – Pipes & Tubes Business**

During the year 2020-21, the Company maintained a close focus on effective cost management through various initiatives.

**a) Cost of Materials consumed**

Cost of materials consumed was Rs. 4,562.48 Lakhs in 2020-21 as against 4,529.58 Lakhs during the year 2019-20.

The Company's Sustainable Development programme continues to be comprehensive and robust.

**b) Power & Fuel**

The Power & Fuel spent in 2020-21 was Rs. 86.87 Lakhs, as compared to Rs. 95.84 Lakhs spent in 2019-20. The Company continues to focus on reducing the overall cost of fuel as well as shifting its dependence on linkage by optimizing the fuel mix to enhance the use of alternative fuels.

**b) Freight & Forwarding expenses**

Freight and forwarding expenses during the year is Rs. 25.07 Lakhs as compared to Rs. 31.00 Lakhs in 2019-20.

**c) Employee costs**

Overall employee costs, increased to 8.20% in 2020-21.

**d) Other Expenditure**

Other expenditure constitutes Rs. 277 Lakhs of total expenditure of the Company as compared to Rs. 429 Lakhs in the previous year.

**31. SUSTAINABLE DEVELOPMENT****CO2 Emissions:**

Your Company is committed to cut its carbon footprint in line with the Low Carbon

Technology Roadmap for the Pipe Industry.

### Green Energy

Controlling Emissions: The installation of dust monitors as per the statutory requirement of TNPCB was completed at our plant.

### Water Performance:

Performance and to achieve a water positive status, the Company has focused its efforts on two approaches:

- i) Reduction of fresh water intake by lowering water demand in process and non-process areas and waste water recycling after treatment. Water metering and monitoring systems were installed.
- ii) Conservation of water by rain water harvesting in plants, and sustained water harvesting measures undertaken over the years has helped our Plant become self-reliant without being dependent on natural water sources like rivers and bores wells. These two approaches have helped your Company reduce its specific water consumption.

### Biodiversity

Your Company is committed to the conservation of biodiversity. Efforts on biodiversity conservation are focused on following areas:

- i) To study and assess the biodiversity operated by the Company.
- ii) On-ground implementation of activities which conserves biodiversity:
- iii) Afforestation activities in and around our plant premises with native species of trees at our Plant.

## 32. HEALTH & SAFETY (H & S Policy – Initiatives)

H&S business processes and information systems across the Company were further strengthened with the proposed launch of an online H&S application called "Click2Safety". This application helps streamline reporting in a manner that gives access to all employees, is standardized, is faster and enriches the H & S Database.

## 33. LOGISTICS SAFETY

Logistics safety is one of the major focus areas for your Company. Ongoing initiatives undertaken in this regard included provisions of various plant and parking level protocols, creation of certain hygiene factors for truck drivers and their crew such as amenities at truck parking yards, improving tarpaulin tying practices, improving Personal Protective Equipment usage, renewal of logistics contracts to include safety parameters and issue of "passports", for drivers as well as vehicles which are informal

internal databases that provide details of individual identity, registration, roadworthiness and safety preparedness.

### **34. HUMAN RESOURCES**

The Company adopted a functional organization structure which is intended to enable the organization to be more collaborative, agile and streamlined in implementing strategy, harnessing internal functional expertise to the fullest and in enhancing stakeholder value.

#### **Employee Relations**

The HR policy is intended as a part of the Company's continuous efforts to offer one of the "Best Places to Work" in the Pipe Industry. This policy was designed to attract new talent and motivate existing employees to contribute to their peak performance levels. The Company's HR function is recognized in the sector for its engagement and leadership development processes in nurturing talent necessary to keep the Organization's talent pool future ready. The Company continued with efforts to ensure that its pool of human resources is "future ready" through its robust processes of learning & development, capability building and its development programme for shop floor associates. Efforts continued to be taken to develop leadership lines as well as to enhance technical and functional capabilities with special focus on nurturing young talent, in order to meet future challenges.

#### **Productivity Improvement**

During the financial year 2018-19, the Company introduced Stainless Steel Pipes (SS Pipes) production and took initiative to introduce a more responsive, efficient and lean organization design in the Plant. This is continued to show its production with improvement in the future years.

#### **India Manufacturing Transformation (IMT)**

The IMT Programme aims to make the work-culture in the core areas of production and maintenance in the Steel Pipe Plant more contemporary. This envisages a lean manufacturing organization design with multitasking, standardization and simplification of manufacturing processes, improved productivity standards, introduction of a centralized maintenance design with better planning and benchmarking with the best-in-class. These initiatives will enable the Steel Pipe Plant operate more efficiently in a competitive environment and render them compatible with National manufacturing standards.

#### **Industrial Relations**

Employee Relations at all the Units remained cordial. This has helped to build a healthy relationship and resolve issues through mutual dialogue. A major achievement in this area was the successful conclusion of a common long-term wage settlement between

the Company and the employees. This accord incorporates novel elements such as a productivity enhancement scheme, improvement in housekeeping, elimination of waste and effective utilization of time. The settlement is expected to contribute towards enhancing productivity at the Plant besides enjoining employees and shop-floor associates at Plant to adapt to a richer work culture.

#### **Prevention of Sexual Harassment of Women at Workplace**

The Company has policy on prevention of sexual harassment at workplace in line with the requirement of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee (ICC) to redress complaints received regarding sexual harassment has been constituted in compliance with the requirements of the said Act. The policy extends to all employees (permanent, contractual, temporary and trainees). Employees at all levels are being sensitized about the new Policy and the remedies available thereunder.

During the year, the Company has not received any complaint on sexual harassment and there are no complaints pending.

Awareness programme were conducted across the Company to sensitize the employees to uphold the dignity of their colleagues at workplace, particularly with respect to prevention of sexual harassment.

### **35. BUSINESS RISKS & OPPORTUNITIES**

The Business Risk Management Committee, chaired by an Independent Director, is functioning as required under SEBI Regulations. The Committee met twice during the year. Details of this Committee, its terms of reference and functioning are set out in the Corporate Governance Report.

The Company has implemented a Business Risk Management Policy which lays down the framework to identify business risks at both corporate level and at Business Segment level.

The Company's approach to addressing business risks is comprehensive and enables timely anticipation of risks and identification of opportunities enabling appropriate responses, thereby enhancing the Company's competitive advantage. Separate approaches are defined for each of the main business segments of Steel Pipes and forms an integral part of the company's Mid Term Planning cycle.

The Company is faced with various risks at an operational level which very often have the potential to offer business opportunities. Some of the main risks are discussed herein:

#### **Risk due to Covid-19**

The outbreak of COVID-19 has impacted the economy and businesses not only in India, but all over the World. The rapid spread of the infection amongst the Indian population, forced Government of India to announce the imposition of nation-wide lockdown from March 25, 2020. This brought all logistics, businesses establishments and industries to a grinding halt except where the government had notified that essential services and

process industries where the continuous operations of the plant facilities are important (including Integrated steel plants), are exempt from the lockdown measures and can continue to operate subject to the hygiene standards and social distancing norms being followed.

However, the crisis of the pandemic continued throughout the year under review. In current phase the crisis has become severe with the onset of second wave of the pandemic.

### **Grave Concerns**

Even after the lockdown is lifted, most likely in phases, the steel sector will continue confronting sustained challenges on account of the labour shortage and hampered logistics movement. The nationwide lockdown is an unprecedented test for every sector, including steel.

In the past few days, hordes of migrant workers have been returning to their hometowns. After the harrowing time they faced for weeks during the lockdown, most are unlikely to return soon. As companies seek to ramp up production for making up lost time, shortfalls in human resources will hinder such goals. But this represents one of the myriad challenges only. With the monsoons around the corner, it will impede the industry's faster return to normalcy.

The biggest barrier, however, is the collapse of demand from various industries. As most consumers have postponed discretionary spending, there is muted demand in all industries, barring essentials such as groceries and FMCGs. Be it white goods, capital goods, automobiles and a host of others, the demand from consumers has plummeted.

### **Proactive Safety Culture**

Your company has identified Health & Safety of employees and workmen as one of its key focus areas. These include possibilities in the areas of the availability and sourcing of Raw Materials, Energy, Efficiency and Conservation, Logistics and production development and market segmentation based on research, imbibing best practices in manufacturing and other areas leading productivity improvement.

Safety on National roads is largely dependent on various factors such as the overall condition and maintenance of roads, vehicle road-worthiness and general observance of road traffic laws. As part of its Logistics Safety function and Indian Road Safety Programme, the Company has taken several initiatives including regular simulator-based driver training, vehicle inspection for road-worthiness and the use of Global Positioning Systems (GPS) to monitor outbound movement of Steel Pipes to the end user.

### **Opportunities**

Your Company also regularly examines potential opportunities created from situations involving business risks. These include possibilities in the areas of the availability and sourcing of raw materials, energy efficiency and conservation, logistics, product development and market segmentation based on research, imbibing best practices in manufacturing and other areas leading to productivity improvement.

### 36. DECLARATIONS/AFFIRMATIONS

During the year under review:

- there were no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year of the Company to which the financial statements relate viz., 31st March 2021 and the date of this Report; &
- there were no significant material orders passed by the regulators or courts or tribunals impacting the Company's going concern status and its operations in future.

### 37. ACKNOWLEDGEMENTS

The Directors thank all Customers, Vendors, Financial Institutions, Banks, State Governments, and Investors for their continued support to your Company's performance and growth. The Directors also wish to place on record their appreciation of the contribution made by all the employees of the Company resulting in the good performance during the year under review.

### 38. CAUTIONARY STATEMENT

Statements in the Board's Report and the Management Discussion & Analysis is describing Company's objective, expectations and forward-looking within the meaning of applicable Securities Laws and Regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations with regard to demand and supply conditions affecting selling prices of finished goods, input availability and prices, changes in Government Regulations, Tax Laws, Economic Developments and other factors such as litigation and industrial relations.

For and on behalf of the Board

Sd/-

**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-

**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai

Date: 30-Jun-2021

**ANNEXURE I****CSR POLICY STATEMENT & ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2019-20**

Our vision is to be one of the most respected companies in India, delivering superior and sustainable value to all our customers, business partners, shareholders, employees, and host communities and society also.

Our CSR initiatives focus on the holistic development of our host communities while creating social, environmental and economic value to society.

To pursue these objectives, we will continue to:

- Upload and promote the principles of inclusive growth and equitable development.
  - Devise and implement Community Development Plans based on the needs and priorities of our host communities and measure the effectiveness of such development programmes.
  - Work actively in the areas of Livelihood advancement, enhancing employability and Income Generation, Improvising Quality and reach of education, Promoting Health and Sanitation, Conserving the Environment and supporting local Sports, Art and Culture.
  - Collaborate with like-minded bodies such as Governments, Civil Society Organizations and Academic Institutions in pursuit of our Goals.
- Interact regularly with stakeholders, review and publicly report our CSR initiatives.

**Details of Amount Spent On CSR Activities During The Financial Year 2020-21**

S I. No	CSR project or activity identified	Sector in which the project is covered (clause no. of schedule VII to the Companies Act 2013, as amended)	Projects or programs 1) Local area or other 2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or program wise	Amount spent on the projects or programs: Sub Heads (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto the reporting period, i.e., March 31, 2021 (Rs. in crore)	Amount spent direct or through implementing agency
1.	Nil	Nil	Nil	Nil	Nil	Nil	Nil

For and on behalf of the Board

Sd/-  
**M.T. ELUMALAI**  
DIN : 01278399

Sd/-  
**BIVASHWA DAS**  
DIN : 07352655

Place: Chennai  
Date: 30-Jun-2021

ANNEXURE II**POLICY FOR SELECTION OF DIRECTORS, KMPs AND DETERMINING DIRECTORS INDEPENDENCE****Introduction:**

Tamilnadu Steel Tubes Ltd (TNT) believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. Towards this, TNT ensures constitution of a Board of Directors with an appropriate composition, size, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.

TNT recognizes the importance of Independent Directors in achieving the effectiveness of the Board. TNT aims to have an optimum combination of Executive, Non-Executive and Independent Directors.

**Scope and Exclusion:**

This Policy sets out the guiding principles for the Human Resources, Nomination and Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent directors of the Company.

**Terms and references:**

1. **“Director”** means a director appointed to the Board of a company.
2. **“Nomination and Remuneration Committee”** means the committee constituted by TNT’s Board in accordance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).
3. **“Independent Director”** means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16 (1) (b) of Listing Regulations.

**POLICY:****Qualifications and criteria**

- The Business Responsibility, Nomination and Remuneration (BRNR) Committee, and the Board, shall review on an annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a Board with diverse background and experience that are relevant for the Company’s global operations.
- In evaluating the suitability of individual Board members, the HRNR Committee may take into account factors, such as:
  - General understanding of the Company’s business dynamics, global business and social perspective;
  - Educational and professional background;
  - Standing in the profession;
  - Personal and professional ethics, integrity and values;



- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.
- The proposed appointee shall also fulfill the following requirements:
  - Shall possess a Director Identification Number;
  - Shall not be disqualified under the Companies Act, 2013;
  - Shall give his written consent to act as a Director;
  - Shall endeavour to attend all Board Meetings and wherever he is appointed as a Committee Member, the Committee Meetings;
  - Shall abide by the Code of Conduct established by the Company for Directors and Senior Management Personnel;
  - Shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
  - Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013, Listing Regulations and other relevant laws.
  - The NRC Committee shall evaluate each individual with the objective of having a group that best enables the success of the Company's business.

### **Criteria of Independence**

The NRC Committee shall assess the independence of Directors at the time of appointment /re- appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interests or relationships are disclosed by Director.

The criteria of independence, as laid down in Companies Act, 2013 and Listing Regulations, is as below: An independent director in relation to a company, means a non-executive director, other than a managing director or a whole-time director or a nominee director –

- a. Who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;
- b. (i) Who is or was not a promoter of the company or its holding, subsidiary or associate company;  
(ii) Who is not related to promoters or directors in the company, its holding, subsidiary or associate company;
- c. who has or had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial year;
- d. none of whose relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent or more of its gross turnover or total income or 50 lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two

immediately preceding financial years or during the current financial year;

- e. who, neither himself nor any of his relatives –
- (i) holds or has held the position of a key managerial personnel or is or has been an employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;
  - (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of -  

A firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10 per cent or more of the gross turnover of such firm;
  - (iii) Holds together with his relatives two per cent or more of the total voting power of the company; or
  - (iv) is a Chief Executive or director, by whatever name called, of any non-profit organisation that receives twenty-five per cent or more of its receipts or corpus from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the company; or
  - (v) is a material supplier, service provider or customer or a lessor or lessee of the company.
- f. shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations, corporate social responsibility or other disciplines related to the company's business.
- g. shall possess such other qualifications as may be prescribed, from time to time, under the Companies Act, 2013.
- h. who is not less than 21 years of age

The Independent Directors shall abide by the "Code for Independent Directors" as specified in Schedule IV to the Companies Act, 2013.

### **Other Directorships / Committee Memberships**

The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as directors of the Company. The NRC Committee shall take into account the nature of, and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the

Board. A Director shall not serve as Director in more than 20 companies out of which not more than 10 shall be Public Limited Companies.

A Director shall not serve as an Independent Director in more than 7 Listed Companies and not more than 3 Listed Companies in case he is serving as a Whole-time Director in any Listed Company.

A Director shall not be a member in more than 10 Committees or act as Chairman of more than 5 Committees across all companies in which he holds directorships.

For the purpose of considering the limit of the Committees, Audit Committee and Stakeholders' Relationship Committee of all Public Limited Companies, whether listed or not, shall be included and all other companies including Private Limited Companies, Foreign Companies and Companies under Section 8 of the Companies Act, 2013 shall be excluded.

For and on behalf of the Board

Sd/-

**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-

**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai

Date: 30-Jun-2021

ANNEXURE III**REMUNERATION POLICY FOR DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES****INTRODUCTION:**

- Tamilnadu Steel Tubes Ltd., (TNT) recognizes the importance of aligning the business objectives with specific and measurable individual objectives and targets. The Company has therefore formulated the remuneration policy for its directors, key managerial personnel and other employees keeping in view the following objectives:
- Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate, to run the company successfully.
- Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- Ensuring that remuneration involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the company and its goals.

**SCOPE AND EXCLUSION:**

This Policy sets out the guiding principles for the Business Responsibility, Nomination and Remuneration Committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the Company.

**TERMS AND REFERENCES:**

**“Director”** means a director appointed to the Board of the Company.

**“Key Managerial Personnel”** means

- the Chief Executive Officer or the Managing Director or the Manager;
- the Company Secretary;
- the Whole-time Director;
- the Chief Financial Officer; and
- such other officers as may be prescribed under the Companies Act, 2013

**“Nomination, Remuneration Committee”** means the committee constituted by TNT’s Board in accordance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).

**POLICY:****Remuneration to Directors and Key Managerial Personnel**

The Board, on the recommendation of the Nomination, Remuneration & B R Committee, (NRC) shall review and approve the remuneration payable to the Executive Directors of the Company within the overall limits approved by the shareholders.

The Board, on the recommendation of the NRC Committee, shall also review and approve the remuneration payable to the Key Managerial Personnel of the Company.

The remuneration structure to the Directors and Key Managerial Personnel shall include the following components:

- a. Basic Pay
- b. Perquisites and Allowances
- c. Stock Options
- d. Commission (Applicable in case of Executive Directors)
- e. Retiral benefits
- f. Annual Performance Bonus

The Annual Plan and Objectives for Executive Directors and Senior Executives (Executive Committee) shall be reviewed by the HRNR Committee and Annual Performance Bonus will be approved by the Committee based on the achievements against the Annual Plan and Objectives.

#### **Remuneration to Non-Executive Directors**

The Board, on the recommendation of the BRNR Committee, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders.

Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof. The Non-Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

#### **Remuneration to other employees**

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

For and on behalf of the Board

Sd/-  
**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-  
**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai  
Date: 30-Jun-2021

ANNEXURE IVMR – 3SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To:

The Members  
Tamilnadu Steel Tubes Limited  
"Mercury Apartments", I Floor,  
65, Pantheon Road, Egmore,  
Chennai -600 008.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Tamilnadu Steel Tubes Limited [CIN: L27110TN1979PLC007887]** (hereinafter called the Company). 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 **31<sup>st</sup> March 2021** ('Audit Period') 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 31 March 2021 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 External Commercial Borrowings
- (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
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 notified on 2<sup>nd</sup> September 2015 to take effect from 1<sup>st</sup> December 2015
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014; (No actions/events requiring compliance pursuant to this Regulations)
- (e) 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
- (f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (No actions/events requiring compliance pursuant to this Regulations)
- (g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (No actions/events requiring compliance pursuant to this Regulations)
- (h) Other laws applicable to the company, as per the representations made by the Company

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 Listing Agreements entered into by the Company with Stock Exchanges.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**I further report that;**

Based on the information provided to me during the conduct of audit and based on the reports submitted by the Board/Committees from time to time, in my opinion adequate systems, processes and control measures are in place exist in the Company to monitor and ensure compliance with the applicable general laws like labour laws, competition laws and environmental laws.

The requirements of Corporate Governance with regard to composition of Board of Directors and constitution of committees as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the company with effect from 1<sup>st</sup> December 2015. However, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. During the financial year, One Director resigned from the Board and One Director was appointed.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda 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. In view of the COVID-19 Pandemic prevailing in the Country, all Board Meetings, Committee Meetings and Annual General Meetings were held through Video Conference, in accordance with the statutory provisions.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that there are adequate systems and processes 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** during the audit period there were no other specific actions/events, in pursuance of above referred laws, rules, regulations, guidelines etc having a major bearing on the company's affairs.

Place : Trichy  
Date : 29/06/2021

V.S.SOWRIRAJAN  
Company Secretary  
FCS 2368/CP 6482  
UDIN : **F002368C000535967**



**“ Annexure A ”**

To  
The Members  
Tamilnadu Steel Tubes Limited  
“Mercury Apartments”, 65, 1st Floor,  
Egmore, Chennai-600008

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Trichy  
Date: 29/06/2021

**V.S. SOWRIRAJAN**  
Company Secretary  
FCS 2368/CP6482  
UDIN: **F002368C000535967**

**ANNEXURE V****PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO****A. CONSERVATION OF ENERGY****(I) Steps Taken for Conservation of Energy**

Energy security has always been one of the key components of TNT's business strategy and also one of the biggest challenges encountered globally, the Company is now better equipped to benefit from volatile fuel prices and optimize energy cost.

The Company's systems and processes ensure optimum energy usage by continuous monitoring of all forms of energy and increasing the efficiency of operations.

A dedicated 'Energy Cell', at the site and group levels, is focusing on energy management and closely monitors energy consumption pattern across all manufacturing sites. Periodic energy audits are conducted to improve energy performance and benchmark with other Steel pipe manufacturing companies.

**II) Major Initiatives taken at various manufacturing divisions**

Replacement of old motors with Energy efficient motors in TNT Pipe Manufacturing Divisions. Replacement of Fluorescent tube lights with LED lights in TNT Manufacturing Divisions. Steps have been taken for Installations of an Energy efficient equipments and air compressor to replace old ones for saving energy at TNT Manufacturing Division.

**(III) STEPS TAKEN BY THE COMPANY FOR UTILISING ALTERNATE SOURCES OF ENERGY**

Rooftop solar photo voltaic projects are being studied across TNT manufacturing unit. Innovative applications of renewable energy such as solar thermal integration with manufacturing processes, biomass co-firing etc are being evaluated. Biogas generation facilities are also evaluated to process organic waste.

**(IV) THE CAPITAL INVESTMENT ON ENERGY CONSERVATION EQUIPMENT**

<b>Sr. No.</b>	<b>Manufacturing Division</b>	<b>Capital investments on energy efficient equipments (Crores)</b>	<b>Energy Savings (Gcal/Hr)</b>	<b>Financial Saving (In Rs.)</b>
(I)	Tamilnadu Steel Tubes Ltd Works: B-10, Industrial Estate, MM Nagar – 603 209 Kancheepuram District	Nil	Nil	Nil

## [FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY:]

## A. POWER &amp; FUEL CONSUMPTION

1.	ELECTRICITY	2020-21	2019-20
a)	Purchase Unit KWH	870054	9,41,864
	Total Amount	8067658	86,21,777
	Rate / Unit	9.27	9.15
b)	<b>Own Generation</b>		
	Through Diesel Generator Unit	18,750	21,500
	Units per Ltr. of Diesel Oil	2.5	2.5
	Cost	31.08	28.07
	Through Steam Turbine / Generate Units		-
	Units per Ltr. of Fuel Oil Gas Cost/Unit		-
2.	<b>COAL (Specify quality and where used)</b>		
	Qty. (Tonnes)		-
	Total Cost		-
	Average Rate		-
3.	<b>FURNACE OIL</b>		
	Qty. (Ltrs./MTs)	223431	2,52,895
	Total Cost	8028047	100,74,395
	Average Rate per Ltr./Kg	35.93	39.84
4.	<b>OTHER INTERNAL GENERATION</b>		
	Qty.		-
	Total Cost		-
	Rate / Unit		

## B. CONSUMPTION PER UNIT PRODUCTION

## PRODUCTION DETAILS: E.R.W MS PIPES AND GALVANIZED PIPES:

UNIT	STANDARD	2020-21	2019-20
<b>Electricity</b>	-	98.62 Unit/MT of Black Pipe Production	82 Unit/MT of Black Pipe Production
<b>Furnace Oil</b>	-	46.45 LTR/MT of Black Pipes Galvanized	54.59 LTR/MT of Black Pipes Galvanized
<b>Coal / Others</b>	-	-	--

## TECHNOLOGY ABSORPTION

Research and technology at TNT helps create superior value by harnessing internal research and development skills and competencies and creates innovations in emerging technology domains related to TNT's businesses. Research and technology at TNT focuses on (i) new products, processes and catalyst development to support existing businesses and create breakthrough technologies for new businesses, (ii) advanced troubleshooting, and (iii) support to capital projects, and profit and reliability improvements in manufacturing plants.

### MAJOR EFFORTS MADE TOWARDS TECHNOLOGY ABSORPTION

- Multi-functional sulphur soil nutrient for enhancing crop quality and yield as sodic soil amendment.
- Development of low-cost Carbon dioxide adsorbent and capture process.
- Development of the process for direct synthesis of dimethyl carbonate from Carbon dioxide.
- Benzene extraction process from olefinic fluidised catalytic cracking (FCC) gasoline.
- Development of high active FCC catalyst.
- Demo unit to demonstrate multi zone catalytic cracking process (MCC).
- Development of Zeolite Socony Mobil-5 (ZSM-5) additive (RMP-5) to improve propylene yield in the FCC.
- Accelerated deactivation protocol for Vacuum gas oil Hydro treating unit (VGOHT) catalyst.
- Fast characterization of crude using Near-infrared (NIR) to provide assay update support.
- In-house corrosion model developed to estimate the life of steel pipes.

### Biofuels and Bio-Chemicals

- Development of 'Green Bio crude' from algae using sea water, sunlight and low cost nutrients.
- Development of high yielding biofuel hybrid crops.
- Development of high yielding, waste land based non-edible crops for large scale cultivation for production of biofuels/chemicals.
- In-house research and external technology for converting abundantly available cellulosic biomass in India to fuels and chemicals.
- Application of biotechnology to enhance the productivity of biofuels species.
- Testing the best hybrids produced by us and others at different agro-climatic

zones to identify most productive cultivators.

- Popularising the cultivation of bio-fuel crops by growers by conducting method and varietal demonstrations.
- Genetic modifications, synthetic biology, high throughput screening and metabolic flux analysis for biomolecule production.
- Developed a web portal (algorithm) for predicting genes for improving industrial traits for bio- fuel production.

### **The benefits derived like Product Improvement, Cost Reduction, Product Development and Import Substitution**

The potential benefits derived from R&D and Technology absorption, adoption and innovation initiatives in FY 2020-21 is approximately about Rs.7.6 Lakhs.

Information regarding Imported Technology (Imported during last three years: Nil  
Foreign Exchange Earnings and Outgo: **Nil**

For and on behalf of the Board

Sd/-

**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-

**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai

Date: 30-Jun-2021

Annexure – VI

The particulars required under Section 197(12) of the Companies Act, 2013 read with the Rules 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 annexed to and forming part of the Directors Report for the year ended 31<sup>st</sup> March 2021.

1	The ratio of the remuneration of each Director to the median remuneration of the employees.	1.48: 3.09
2	% increase in remuneration of each Director, Chief Financial Officer (CFO) and Company Secretary (CS) in the financial year	Nil
3	% increase in the median remuneration of employees in the financial year.	Nil
4	The number of permanent employees on the rolls of company;	126
5	The explanation on the relationship between average increase in remuneration and company performance;	Increase in remuneration to employees is considered based on the performance criteria fixed by the Company.
6	Comparison of the remuneration of the Key Managerial Personnel (KMP) against the performance of the company;	Performance incentive is linked to overall performance of the individual and Company.
7	Variations in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer.	No Public Offer is carried out so far after the Initial public offer.
8	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	Nil
9	Comparison of the each remuneration of the KMPs against the performance of the	Remuneration consists of two parts (i) fixed and (ii) variable incentive. Payment of variable incentive is based on overall

	Company;	performance of the Company.
10	The key parameters for any variable component of remuneration availed by the Directors;	No Director other than executive Directors are receiving any remuneration except sitting fees payment.
11	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid Director during the year.	Not applicable

It is affirmed that the remuneration paid / payable to the Directors, KMPs and other median employees are as per the remuneration policy of the Company.

For and on behalf of the Board

Sd/-

**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-

**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai

Date: 30-Jun-2021

Annexure – VIIAOC -2**RELATED PARTY TRANSACTIONS**

**[Pursuant to clause (h) of sub-section 3 of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.]**

**Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.**

Details of contracts or arrangements or transactions not at Arm's length basis-

NIL Details of contracts or arrangements or transactions at Arm's length basis.

Sl. No	Name of the Related Party	Relationship	Nature of transaction	Amount (in Rs.)	Outstanding as on 31.03.2021
1	Rakesh Goyal	Managing Director	Managerial remuneration	3,12,000	-
			Loan Repayment	-	-
			Interest received	-	-
2	Mrs. Seema Goyal	Accounts executive	Managerial remuneration	7,00,000	-
3	Mrs. Durga Devi Goyal	Promoter	Land lease advance received	-	9,50,11,191
4	Mrs. Durga Devi Goyal	Promoter	Lease Rent Received	3,36,000	-
5	Mrs. Durga Devi Goyal	Promoter	Loan Repayment	75,00,000	-
6	Mrs. Durga Devi Goyal		Lease Rent	-	33,040

For and on behalf of the Board

Sd/-  
**M.T. ELUMALAI**  
DIN : 01278399

Sd/-  
**BIVASHWA DAS**  
DIN : 07352655

Place: Chennai  
Date: 30-Jun-2021



**Annexure - VIII****REPORT ON CORPORATE GOVERNANCE**

The Directors present the Company's Report on Corporate Governance for the year ended 31<sup>st</sup> March 2021

**I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

Our corporate governance is a reflection of our value system encompassing our culture, policies, and relationships with our stakeholders. Integrity and transparency are key to our corporate governance practices to ensure that we gain and retain the trust of our stakeholders at all times. The Governance Philosophy of your Company is based on strong foundations of ethical values and professionalism which over the past 42 years of the Company's existence has become a part of its culture. Integrity, transparency, fairness, accountability and compliance with the law are embedded in the Company's robust business practices to ensure ethical and responsible leadership, both at the Board and at the Management level. The Company's Code of Business Conduct, its Ethical View Reporting Policy and its well-structured internal control systems which are subjected to regular review for their effectiveness, reinforces accountability and integrity of reporting and ensures transparency and fairness in dealing with the Company's stakeholders. The Company's focus on sustainable development, its customer centric approach to creating value for the customers by ensuring product quality and innovative value-added service offerings coupled with its outreach through CSR activities and programmes has enabled your Company to earn the trust and goodwill of its investors, business partners, employees and other stakeholders.

In India, Corporate Governance standards for listed companies are regulated by the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations). The Company has adopted best practices mandated in the Listing Regulations. A Report on compliance with Corporate Governance as stipulated in the Listing Regulations is given below:

**Governance Structure**

TNT's Governance structure comprises the Board of Directors and the Committees of the Board at the apex level and the Management structure at the operational level. This structure brings about a judicious blend in governance as the Board sets out the overall corporate objectives and provides direction and independence to the Management to achieve these corporate objectives within a given framework. This brings about a conducive environment for value creation through sustainable profitable growth.

## 2. BOARD OF DIRECTORS:

The Board provides leadership, strategic guidance and objective judgement on the affairs of the Company. The Board comprises of persons of eminence with excellent professional achievements in their respective fields. The Independent Directors provide their independent judgement, external perspective and objectivity on the issues which are placed before them. The Board of Directors play a fundamental role in upholding and nurturing the principles of good governance which translates into ethical business practices, transparency and accountability in the Company's dealing with its stakeholders and in the utilization of resources for creating sustainable growth and societal wealth. The Board operates within the framework of a well-defined responsibility matrix which enables it to discharge its fiduciary duties of safeguarding the interests of the Company. The Board's composition and size is robust and enables it to deal competently with emerging business development issues and exercise independent judgement.

### The Composition of Board and meetings:

The Company's Board is a balanced mix of Executive and Non-Executive Directors, all having diverse experience and expertise in their fields of operation. They take active part at the Board and Committee Meetings by providing valuable guidance to the Management on various aspects of business, policy direction, governance, compliance etc. which adds value in the decision-making process of the Board of Directors.

The composition of the Board also complies with the provisions of the Companies Act, 2013 and Regulation 17 of Listing Regulations.

As on March 31, 2021, the Board comprised Eight members, consisting of One Managing Director (Executive Director), three Executive Directors and Four Independent Directors. An Independent Director is the chairperson of each of the Board Committees – Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee, Risk Management Committee, and Corporate Social Responsibility (CSR) Committee.

### Independent Directors

The Company had issued letters of appointment to the Independent Directors upon being appointed by shareholders at the Annual General Meeting as required under Schedule IV to the Companies Act 2013 and the terms and conditions of their appointment are also disclosed on the Company's website under the link: <https://www.tamilnadusteeltubesltd.com/index.php>

All new non-executive directors inducted to the Board are introduced to our Company culture through orientation sessions. Executive directors and senior management provide an overview of operations, and familiarize the new non-executive directors on matters related to our values and commitments. They are also introduced to the organization structure, services, Group

structure and subsidiaries, constitution, Board procedures, matters reserved for the Board, major risks and risk management strategy. The details of the familiarization program are also available on the Company's website, at <https://www.tamilnadusteeltubesltd.com/index.php>

The Board's policy is to have separate meetings regularly with independent directors to update them on all business-related issues and new initiatives. At such meetings, the executive directors and other members of the senior management share points of view and leadership thoughts on relevant issues.

During the financial year 2020-21, there were Four Meetings of the Board of Directors. The dates of the Board meetings, attendance and the number of Directorships/Committee memberships held by the Directors are given in the Table below:

**Attendance of Directors at Board Meetings and the last Annual General Meeting (AGM) and number of Directorships/Committee memberships held by the Directors in other Companies:**

Name of the Director	Category	Attendance		Number of Directorship in other Public Companies as on 31st March, 2021	Committee Chairmanship and Membership		Shareholding of Non-Executive Directors as at March 31, 2021
		Board Meeting	AGM held on 22 <sup>nd</sup> Sep 2020		Chairmanship	Membership	
Mr.Rakesh Goyal DIN:00990310 MD	Executive Director	4	√	NIL	NIL	1	NA
Mr. Bivashwa Das DIN:07352655	Executive Director	4	√	NIL	NIL	2	NA
Mr.Sudarsan DIN: 08562284	Executive Director	4	√	NIL	NIL	3	NA
Mr. M.T.Elumalai DIN:01278399	Executive Director	4	√	NIL	NIL	2	NA
Mr. L.N Rao <sup>1</sup> DIN:01275880	Independent Non-Executive Director	4	√	2	5	5	Nil
Mr. Rajesh Sai lyer DIN:05353374	Independent Non-Executive Director	4	√	NIL	1	3	Nil
Mrs. Renuka Ramesh <sup>2</sup> DIN:07904904	Independent Non-Executive Director	2	√	NIL	NIL	4	Nil

Mrs. Shesadhri Rajalakshmi <sup>3</sup> DIN:06927846	Independent Non-Executive Director	4	√	NIL	NIL	5	Nil
Ms. Jyothi Sathish <sup>4</sup> DIN:08829015	Independent Non-Executive Director	2	NA	NIL	NIL	1	Nil

<sup>1</sup>Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to covid on 08<sup>th</sup> May 2021,

<sup>2</sup>Mrs. Shesadhri Rajalakshmi, independent Director resigned on 6<sup>th</sup> Feb 2021

<sup>3</sup>Ms Renuka Ramesh retired on 4<sup>th</sup> Sep 2020 and was re-appointed on 6<sup>th</sup> Feb 2021.

<sup>4</sup>Ms. Jyothi Sathish, Independent Director was appointed on 22<sup>nd</sup> Sep 2020.

There were four (4) Board Meetings of the Company held during the financial year 2020-21 on the following dates:

Jun 26, 2020, August 14, 2020, November 13, 2020, and February 06, 2021.

### 3. COMMITTEES OF BOARD:

Having regard to the significant contribution that Committees make in assisting the Board of Directors in discharging its duties and responsibilities and with a view to focus on various areas of the business, the Board has constituted the following Committees viz. Audit Committee, Stakeholders' Relationship Committee, Nomination & Remuneration Committee, Risk Management Committee, Corporate Social Responsibility (CSR) Committee.

The Board, in consultation with the Nomination and Remuneration Committee, is responsible for assigning and fixing terms of service for Committee members. It delegates these powers to the Nomination and Remuneration Committee.

The Chairman of the Board, in consultation with the Company Secretary and the Committee Chairperson, determines the frequency and duration of the Committee meetings.

The constitution, terms of reference and the functioning of the existing Committees of the Board is explained herein. Each of these Committees have the requisite expertise to handle issues relevant to their field. These Committees spend considerable time and give focused attention to the various issues placed before it and the guidance provided by these Committees lends immense value and enhances the decision-making process of the Board.

Normally, all the Committees meet four times a year. The recommendations of the Committees are submitted to the Board for approval. During the year, all recommendations of the Committees were approved by the Board. The quorum for meetings is the higher of two members or one-third of the total number of members of the committee. The Board reviews the functioning of these Committees from time to time. The Meetings of each of these

Committees are convened by the respective Chairman of the Committees, who also inform the Board about the summary of discussions held in the Committee Meetings. The Minutes of the Committee Meetings are sent to all Directors individually and tabled at the respective Board / Committee Meetings.

#### Audit Committee:

The role of the Audit Committee, in brief, is to review Financial Statements, Internal Controls, Accounting Policies, Internal Audit Report, Related Party Transactions, Risk Management Systems and functioning of the Whistle Blower mechanism. The composition of the Audit Committee and the scope of its activities and powers are in conformity with and include the areas prescribed under the Regulation 18 of the Listing Regulations and Section 177 of the Companies Act, 2013 and the Rules framed thereunder. The Audit Committee comprises of Five Directors who are well versed with the financial matters and corporate laws. The Audit Committee met four (4) times during the financial year 2020-21 on the following dates: Jun 26, 2020, August 14, 2020, November 13, 2020, and February 06, 2021. The necessary quorum was present for all the meetings. The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company held on September 22 2020.

#### Details of the composition of the Audit Committee and attendance of the Members are as follows:

Name of the Director	Category	Position	No. of Meetings Attended
<sup>1</sup> MJ Lakshmi Narasimha Rao	Independent, Non- Executive	Chairman	4
N Sudharsan	Executive Director	Member	4
Rajesh Sai Iyer	Independent, Non- Executive	Member	4
<sup>2</sup> Renuka Ramesh	Independent, Non- Executive	Member	2
<sup>3</sup> Seshadhri Rajalakshmi	Independent, Non- Executive	Member	2

<sup>1</sup>Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to covid on 08<sup>th</sup> May 2021

<sup>2</sup>Ms Renuka Ramesh retired on 4<sup>th</sup> Sep 2020 and was re-appointed on 6<sup>th</sup> Feb 2021

<sup>3</sup>Mrs. Shesadhri Rajalakshmi, independent Director resigned on 6<sup>th</sup> Feb 2021

The Company Secretary acts as the Secretary to the Committee.

#### Terms of Reference:

The terms of reference and role of the Audit Committee are as per guidelines set out in the Listing Regulations and Section 177 of Companies Act, 2013. The Committee meets periodically and inter alia reviews:

### Financial Reporting and Related Processes:

- Oversight of the Company's financial reporting process and financial information submitted to the Stock Exchanges, regulatory authorities or the public.
- Review with the Management, the quarterly unaudited financial statements and the Auditors' Limited Review Report thereon, audited annual financial statements and Auditors' Report thereon before submission to the Board for approval. This would, inter alia, include reviewing changes in the accounting policies, if any, and reasons for the same. Major accounting estimates based on exercise of judgment by the Management, significant adjustments made in the financial statements and/or recommendation, if any, made by the Statutory Auditors in this regard.
- Review of the Management Discussion & Analysis of financial and operational performance.
- Discuss with the Statutory Auditors its judgment about the quality and appropriateness of the Company's accounting principles with reference to the Indian Accounting Standards (Ind AS)
- Review the investments made by the company.

### Internal Financial Controls and Governance Processes:

- Review the adequacy and effectiveness of the Company's system and internal controls.
- Review and discuss with the Management, the Company's major financial risk exposures and steps taken by the Management to monitor and control such exposure.
- To oversee and review the functioning of a vigil mechanism (implemented in the Company as Ethical View Reporting Policy) and to review the findings of investigation into cases of material nature and the actions taken in respect thereof.

### Audit

- Review the scope of the Statutory Auditors, the annual audit plan and the Internal Audit plan with a view to ensure adequate coverage.
- Review the significant audit findings from the statutory and internal audits carried out, the recommendations and Management's response thereto.
- Review and recommend to the Board the appointment / re-appointment of the Statutory Auditors and Cost Auditors considering their independence and effectiveness and their replacement and removal.
- Approve such additional services to be rendered by the Statutory Auditors except those enumerated in Section 144 of the Companies Act 2013, and payment for such services.
- Recommend to the Board the remuneration of the Statutory Auditors / Cost Auditors.
- Discuss with the Statutory Auditors / Internal Auditor on significant difficulties

encountered during the course of the Audit.

- Review the annual Cost Audit Report submitted by the Cost Auditor.

#### Other Duties

- To approve the appointment, removal and terms of remuneration of the Chief Internal Auditor and to approve the appointment of the Chief Financial officer.
- To grant omnibus approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transactions subject to the approval of the Board.

The representatives of the Statutory Auditors are permanent invitees to the Audit Committee Meetings. They have attended all the Audit Committee Meetings held during the year. The Cost Auditor was invited to attend the Meeting of the Audit Committee when the Cost Audit Report is tabled for discussion. Managing Director, Chief Financial Officer (CFO), the Internal Auditor, attend the Audit Committee Meetings. Company Secretary acts as the Secretary to the Committee.

During the year under review, the Audit Committee held a separate meeting with the Statutory Auditors and the Internal Auditor to get their inputs on significant matters relating to their respective areas of Audit.

#### Self-Assessment by the Audit Committee

The Audit Committee has set in place a process to measure and benchmark its performance each year. The assessment broadly covers composition, structure and Committee meetings; overview of the financial reporting process; internal control systems and overview of internal and external audits. The results of the self-assessment are presented to the Audit Committee along with the action plan in the areas requiring improvement.

#### Nomination and Remuneration Committee:

The Nomination and Remuneration Committee presently consists of Four Non-Executive Directors, all being Independent. The Committee met Four times met four (4) times during the financial year 2020-21 on the following dates: Jun 26, 2020, August 14, 2020, November 13, 2020, and February 06, 2021. The necessary quorum was present in the meeting. The Chairman of the Nomination and Remuneration Committee was present at the last Annual General Meeting of the Company held on September 22, 2020. The composition of the Committee during 2020-2021 and the details of meetings held and attended by the members are as under:

Name of the Director	Category	Position	No. of Meetings Attended
Rajesh Sai Iyer	Independent, Non- Executive	Chairman	4
<sup>1</sup> MJ Lakshmi Narasimha Rao	Independent, Non- Executive	Member	4

<sup>2</sup> Mrs.Renuka Ramesh	Independent, Non- Executive	Member	2
<sup>3</sup> Seshadhri Rajalakshmi	Independent, Non- Executive	Member	4

<sup>1</sup>Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to covid on 08<sup>th</sup> May 2021

<sup>2</sup>Ms Renuka Ramesh resigned on 4<sup>th</sup> Sep 2020 and was re-appointed on 6<sup>th</sup> Feb 2021

<sup>3</sup>Mrs. Shesadhri Rajalakshmi, independent Director resigned on 6<sup>th</sup> Feb 2021

The Company Secretary acts as the Secretary to the Committee.

#### The terms of reference of the Committee inter-alia, include the following:

- Succession planning of the Board of Directors and Management Executive Committee;
- Identifying and selection of candidates for appointment as Directors / Independent Directors based on certain laid down criteria;
- Identifying potential individuals for appointment as Key Managerial Personnel and all Ex-Co Members;
- Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and Members of the Executive Committee and their remuneration;
- Review the performance of the Board of Directors, Key Managerial Personnel and Members of the Executive Committee based on certain criteria as approved by the Board. In reviewing the overall remuneration of the Board of Directors, Key Managerial Personnel and Executive Committee Members, the Committee ensures that the remuneration is reasonable and sufficient to attract, retain and motivate the best managerial talent, the relationship of remuneration to performance is clear and meets appropriate performance benchmarks and that the remuneration involves a balance between fixed and incentive pay reflecting short term and long-term objectives of the Company.

#### Performance Evaluation of the Board and Individual Directors:

One of the key functions of the Board is to monitor and review the Board evaluation framework. The Board works with the nomination and remuneration committee to lay down the evaluation criteria for the performance of the Chairman, the Board, Board committees, and executive / non-executive / independent directors through peer evaluation, excluding the director being evaluated.

Independent directors have three key roles – governance, control and guidance. Some of the performance indicators, based on which the independent directors are evaluated, include:

- The ability to contribute to and monitor our corporate governance practices
- The ability to contribute by introducing international best practices to address business challenges and risks
- Active participation in long-term strategic planning
- Commitment to the fulfilment of a director's obligations and fiduciary responsibilities;



these include participation in Board and committee meetings.

Pursuant to the provisions of the Act and the SEBI (LODR) Regulations 2015, the Board has carried out the annual performance evaluation of its own performance, as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees respectively. 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. The Chairman of the Board of Directors and the Chairman of Nomination & Remuneration Committee met all the Directors individually to get an overview of the functioning of the Board and its constituents inter-alia on the following broad criteria i.e. attendance and level of participation, independence of judgment exercised by Independent Directors, interpersonal relationship etc.

Based on the inputs received from the Directors, an action plan is drawn up in consultation with the Directors to encourage greater engagement of the Independent Directors with the Company.

#### **Remuneration to Directors:**

Our executive compensation programs encourage reward for performance. A significant portion of the executives' total rewards is tied to the delivery of long-term corporate performance goals in order to align with the interest of the shareholders. The nomination and remuneration committee determines and recommends to the Board the compensation payable to the directors. All Board-level compensation is approved at the shareholders meeting or via postal ballot. As required under the Listing Regulations effective April 1, 2019, the nomination and remuneration committee recommends to the Board the payment of remuneration to the senior management. The Nomination and Remuneration Policy of the Company is available on our website, at <https://www.tamilnadusteeltubesltd.com/index.php>

#### **Remuneration to Managing Director:**

The remuneration to the Managing Director has been reduced to Rs. 26,000/- per month, from May 2019 due to sluggish business.

#### **Remuneration to other Directors:**

The Company has a policy for determining the remuneration of the Non-Executive Directors of the Company. The Company remunerates its Non-Executive Directors by way of sitting fees for attending each meeting of the Board and / or Committee, and the same is paid within the limits laid down in the Companies Act, 2013 read with the Rules framed there under. The remuneration determined for the Non-Executive Directors is subject to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors. The Non-Executive Directors are paid sitting fees of Rs. 2,000/- per meeting for attending Board Meetings, Committee meetings and separate meeting of Independent Directors.

The Remuneration drawn by the Directors and the Key Managerial Personnel during the year is as under:

Name of the Director	Salary Rs.	Commission Rs.	Sitting fees Rs.	Total Rs.
Rakesh Goyal	3,12,000	-	20,000	3,32,000
Muruganandam	3,18,457	-	-	3,18,457
M.T. Elumalai	3,99,917	-	16,000	4,15,917
Bivashwa Das	3,15,216	-	24,000	3,39,216
G Chitra ( C. F. O.)	1,66,998			1,66,998
Sudarsan	3,06,677	-	22,000	3,28,677
Lakshmi Narasimha Rao	-	-	22,000	22,000
Rajesh Sai Iyer	-	-	18,000	18,000
Renuka Ramesh	-	-	8,000	8,000
Seshadhri Rajalakshmi		-	28,000	28,000
Jyothi Satish			10,000	10,000
<b>TOTAL</b>	<b>18,19,265</b>	<b>-</b>	<b>1,68,000</b>	<b>19,87,265</b>

#### Stakeholders' Relationship Committee:

The Company's Stakeholders' Relationship Committee is responsible for the satisfactory redressal of investor grievance. During the year under review, the Committee met once on Aug 14, 2020. The composition and details of the meetings attended as on 31<sup>st</sup> Mar 2021 by the members are given below:

Name of the Director	Category	Position	No. of Meetings Attended
<sup>1</sup> MJ Lakshmi Narasimha Rao	Independent, Non- Executive	Chairman	1
Mr. N Sudharsan	Executive Director	Member	1
Mr. M. T. Elumalai	Executive Director	Member	1
<sup>2</sup> Mrs Seshadhri Rajalakshmi	Independent, Non- Executive	Member	1
<sup>3</sup> Mrs Renuka Ramesh	Independent, Non- Executive	Member	1

<sup>1</sup>Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to covid on 08<sup>th</sup> May 2021

<sup>2</sup>Mrs. Shesadhri Rajalakshmi, independent Director resigned on 6<sup>th</sup> Feb 2021

<sup>3</sup>Ms Renuka Ramesh retired on 4<sup>th</sup> Sep 2020 and was re-appointed on 6<sup>th</sup> Feb 2021

Company Secretary is the "Compliance Officer" who oversees the redressal of the investors' grievances. All the Members of the above Committee have attended the Annual General Meeting of the Company. During the year, no complaints were received from shareholders. As on March 31, 2021, no investor grievance has remained unattended / pending for more than thirty days.

## Terms of Reference

- The Committee act in accordance with the terms of reference which shall, inter alia, include:
- To approve transfer / transmission of shares / debentures and such other securities as may be issued by the Company from time to time;
- Issue of duplicate share certificates in respect of shares / debentures and other securities reported lost, defaced or destroyed as per the laid down procedure;
- To issue new certificates against subdivision of shares, renewal, split or consolidation of share certificates / certificates relating to other securities;
- To approve and monitor dematerialization of shares/debentures/other securities and all matters incidental or related thereto;
- To authorize the Company Secretary & Head Compliance / other Officers of the Share Department to attend to matters relating to non-receipt of annual reports, notice, non-receipt of declared dividend / interest, change of address for correspondence etc, and to monitor action taken.
- To authorize the Company Secretary & Head Compliance / other officers of the Share Department to attend to matters relating to transfer / transmission of shares, issue of duplicate share certificates for shares reported lost, defaced or destroyed, to issue new certificates against subdivision of shares and renewal, split or consolidation of share certificates;
- To monitor Investor Relation activities of the Company and to give guidance on the flow of information from the Company to the Investors;
- To monitor expeditious redressal of grievances of shareholders/security holders including complaints relating to transfer / transmission of shares / securities, Annual Reports, issue of duplicate certificates and other complaints;
- All other matters incidental or related to shares, debentures and other securities of the Company.

## Corporate Social Responsibility (CSR) Committee:

Due to the ongoing pandemic, normal operations are impeded and your Companies does not earn any profit during this financial year 2020-21. Hence the provisions of Corporate Social Responsibility are not applicable. However, the Committee met once on 6<sup>th</sup> Feb 2021 to review the existing CSR Policy and to make it more comprehensive so as to indicate the activities to be undertaken by the Company.

The details of Members' participation at the Meetings and composition of the Corporate Social Responsibility (CSR) Committee as at March 31, 2021 are as under:

Name of the Director	Category	Position	No. of Meetings Attended
Rajesh Sai Iyer	Independent, Non- Executive	Member	1
<sup>1</sup> Seshadhri Rajalakshmi	Independent, Non- Executive	Member	1
M T Elumalai	Executive Director	Member	1

<sup>1</sup>Mrs. Shesadhri Rajalakshmi, independent Director resigned on 6<sup>th</sup> Feb 2021

The Company Secretary acts as the Secretary to the Committee.

#### **Risk Management & Vigil Mechanism Committee:**

The primary objectives of the Committee are to assist the Board in the following:

- i. To assist the Board in fulfilling its corporate governance oversight responsibilities with regard to the identification, evaluation and mitigation of strategic, operational, and external environment risks
- ii. To monitor and approve the enterprise risk management framework and associated practices of the Company
- iii. To periodically assess risks to the effective execution of business strategy by reviewing key leading indicators in this regard
- iv. To periodically review the risk management processes and practices of the Company and ensure that the Company is taking the appropriate measures to achieve prudent balance between risk and reward in both ongoing and new business activities
- v. To evaluate significant risk exposures of the Company and assess the Management's actions to mitigate the exposures in a timely manner
- vi. To coordinate its activities with the audit committee in instances where there is any overlap with audit activities
- vii. To review and reassess the adequacy of the Charter periodically and recommend any proposed changes to the Board for approval
- viii. To ensure access to any internal information necessary to fulfil its oversight role and obtain advice and assistance from internal or external legal, accounting or other advisors

The Committee met once during the year under report on Nov 13, 2020. The details of Members' participation at the Meetings and composition of the Committee as at March 31, 2021 is as under:

Name of the Director	Category	Position	No. of Meetings Attended
<sup>1</sup> MJ Lakshmi Narasimha Rao	Independent, Non- Executive	Chairman	1
MT Elumalai	Executive Director	Member	1
N Sudharsan	Executive Director	Member	1
Bivashwa Das	Executive Director	Member	1

<sup>1</sup>Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to covid on 08<sup>th</sup> May 2021

#### 4. GENERAL BODY MEETINGS:

Details of the location of the last three Annual General Meetings (AGM) and details of the special resolutions passed:

Annual General Meeting (AGM)	Date	Time	Venue	No. of Special Resolution Passed
39 <sup>th</sup>	20.09.2018	10.00 AM	Rani Seethai Hall, 603, Anna Salai, Chennai-600 002, TN	3
40 <sup>th</sup>	23.09.2019	10.00 AM	Chennai-600 002, TN	1
41 <sup>st</sup>	22.09.2020	10.00 AM	Video Conference	1

All special resolutions set out in the Notices for the Annual General Meetings were passed by the Members at the respective meetings with requisite majority.

#### Participation and voting at 42<sup>nd</sup> AGM

Pursuant to the General Circular numbers 20/2020, 14/2020, 17/2020, 39/2020 and 02/2021 issued by the Ministry of Corporate Affairs and Circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79 and SEBI/HO/CFD/CMD2/CIR/P/2021/11 issued by SEBI, the 42<sup>nd</sup> AGM of the Company will be held through video-conferencing and other audio-visual means, the detailed instructions for participation and voting at the meeting is available in the notice of the 42<sup>nd</sup> AGM.

#### Postal Ballots:

No resolutions were passed through postal ballot during the last financial year.

#### 5. INDEPENDENT DIRECTORS

The Companies Act, 2013 and the Listing Regulations define an 'independent director' as a person who is not a promoter or employee or one of the key managerial personnel of the company or its subsidiaries. Further, the person should not have a material pecuniary relationship or transactions with the company or its subsidiaries, during the two immediately preceding financial years or during the current financial year, apart from receiving

remuneration as an independent director. We abide by these definitions of independent director. Based on the disclosures received from all the independent directors and in the opinion of the Board, the independent directors fulfil the conditions specified in the Companies Act, 2013, the Listing Regulations and are independent of the Management.

Independent Directors plays an important role in the governance processes of the Board. With different points of views flowing from their expertise and experience they enrich the decision-making process at the Board and prevent conflicts of interest in the decision-making process.

The appointment of the Independent Directors is carried out in a structured manner. The Nomination & Remuneration Committee identifies potential candidates based on certain laid down criteria and takes into consideration the diversity of the Board.

Mrs. Seshadhri Rajalakshmi (DIN: 06927846) Woman Independent Director, has been appointed for a fixed tenure of five years from her date of appointment. This appointment has been approved by the Members of the Company at the Annual General Meeting of the Company held on September 23, 2019 for a period of five years up to 18<sup>th</sup> July 2024, however she resigned on 6<sup>th</sup> Feb 2021.

Mrs. Jyothi Sathish was appointed as an Independent Director for a period of 3 years i.e., from 22nd Sep 2020, and also representing Small Shareholders.

Mr. M.J. Lakshmi Narasimha Rao, Independent Director was again appointed for a period of 5 years from 25.09.2017 through a special resolution passed at the 38th Annual General Meeting held on 04.09.2017.

It is regretted to note that Mr MJ Lakshmi Narasimha Rao, Chairman passed away due to Covid on 08<sup>th</sup> May 2021.

Mr. Rajesh Sai Iyer was appointed as an Independent Director for a period of 5 years from 04.09.2017. This has been approved by the Shareholders through an ordinary resolution passed at the 38th Annual General Meeting held on 04.09.2017.

Mrs. Renuka Ramesh, Independent Director completed her three-year term and vacated office on 3<sup>rd</sup> September 2020 and was re-appointed on 6<sup>th</sup> Feb 2021.

None of the Independent Directors serve as "Independent Directors" in more than seven listed companies.

#### **Meeting of independent directors:**

Schedule IV of the Companies Act, 2013 and the Rules thereunder mandate that the independent directors of the Company shall hold at least one meeting in a year, without the attendance of non-independent directors and members of the Management. At such meetings, the independent directors discuss, among other matters, the performance of the Company and risks faced by it, the flow of information to the Board, competition, strategy, leadership strengths and weaknesses, governance, compliance, Board movements, human

resource matters and performance of the executive members of the Board, including the Chairman. During the year under review, the Independent Directors met once on Nov 13, 2020. The Independent Directors discussed and reviewed the matters specified in Regulation 25(4) of the Listing Regulations and as per provisions of the Companies Act, 2013.

All the Independent Directors were present throughout the Meeting. They expressed satisfaction at the robustness of the evaluation process, the Board's freedom to express views on the business transacted at the Meetings and the openness with which the Management discussed various subject matters on the agenda of meetings. Their suggestions were discussed at the Board Meeting and are being implemented to ensure a more robust interaction at a Board level / Management level.

### **Induction Programme for new Directors and on-going familiarization programme for existing Independent & Non-Independent Director.**

All new non-executive directors inducted to the Board are introduced to our Company culture through orientation sessions. Executive directors and senior management provide an overview of operations, and familiarize the new non-executive directors on matters related to our values and commitments. They are also introduced to the organization structure, services, Group structure and subsidiaries, constitution, Board procedures, matters reserved for the Board, major risks and risk management strategy. The details of the familiarization program are also available on the Company's website, at <https://www.tamilnadusteeltubesltd.com/index.php>

An appropriate induction programme for new Directors and an ongoing familiarization with respect to the business / working of the Company for all Directors is a major contributor for meaningful Board level deliberations and sound business decisions.

At the time of appointing a Director, a formal letter of appointment is given to the Director, inter alia, explains his / her role, function, duties and responsibilities and the Board's expectations from him / her as a Director of the Company. The Director is also explained in detail the compliances required from him / her under the Act, SEBI (LODR) Regulations, 2015 and other relevant regulations and his/ her affirmation taken with respect to the same.

By way of an introduction to the Company, the Director is presented with a book on the Company which traces its history over 42 years of its existence, relevant Annual Reports, Sustainable Development Report, brochure on the CSR activities pursued by the Company.

A presentation is also shared with the newly appointed Director giving an overarching perspective of the steel pipe Industry, organizational set-up of the Company, the functioning of various divisions/ departments, the Company's market share and the markets in which it operates governance and internal control processes and other relevant information pertaining to the Company's business.

Further, as an ongoing process, the Board of Directors is updated on a quarterly basis through presentations and discussions on the overall economic trends, the performance of the Steel

Industry and that of the Company, analysis of the circumstances which helped or adversely impacted the Company's performance, comparison of the Company's performance, with its peers in the Industry based on the information available in public domain, and the initiatives taken / proposed to be taken to bring about an overall improvement in the performance of the Company, marketing strategy, business risks and mitigation plans etc.

The Act facilitates the participation of a Director in Board/Committee Meetings through video conference or other audio-visual mode. Accordingly, the option to participate in the Meeting through video conference was made available for the Directors except in respect of such items which are not permitted to be transacted through video conference. Due to Covid-19 Pandemic, MCA permitted to transact all the businesses through Video Conferences.

## 6. DUTIES AND FUNCTIONS OF THE BOARD

The Board of Directors provide strategic guidance, monitors operational performance and ensures that robust policies and procedures are in place and through its various Committees guarantees the quality of the Company's risk management, internal controls and ensures compliance with all relevant laws. In particular, the Board periodically reviews the items required to be placed before it and reviews and approves quarterly unaudited financial statements and the audited annual financial statements, corporate strategies, business plans, annual budgets.

The primary role of the Board is that of trusteeship – to protect and enhance shareholder value through strategic direction to the Company.

- As trustees, the Board has a fiduciary responsibility to ensure that the Company has clear goals aligned to shareholder value and its growth.
- It also directs and exercises appropriate control to ensure that the Company is managed in a manner that fulfils stakeholders' aspirations and societal expectations.
- It monitors the effectiveness of the Company's governance practices and makes changes as needed.
- It provides strategic guidance to the Company, ensures effective monitoring of the Management and is accountable to the Company and the shareholders.
- It exercises independent judgment on corporate affairs.
- It assigns sufficient number of non-executive members of the Board of Directors capable of exercising independent judgment in tasks where there is a potential for conflict of interest.
- It reviews and guides corporate strategy, major plans of action, risk policy, annual budgets and business plans, setting performance objectives, monitoring implementation and corporate performance, and overseeing major capital expenditures, acquisitions and divestments.



## 7. DISCLOSURES:

### a) Indian Accounting Standards (Ind-AS)

The Company has been adopted "Ind-AS" with effect from April, 2017. The implementation of "Ind-AS" is a major change process for which the Company has established a project team and has dedicated considerable resources.

### b) Related Party Transactions

The Company has formulated a policy on Materiality of and dealing with Related Party Transactions. There have been no materially significant related party transactions, monetary transactions or relationships between the Company and its directors, the Management, subsidiaries or relatives during the year, except for those disclosed in the Board's report.

### c) Compliance/ Strictures and Penalties

We have paid an amount of Rs.35,400 towards penalty for delay in appointing qualified company secretary for a delayed period of 32 days. Except the above fine, there was no non-compliance by the Company and no penalties or strictures were imposed on the Company by the Stock Exchanges or Securities and Exchange Board of India (SEBI), or any statutory authority on any matter related to the capital markets during the last three years.

### d) Whistle Blower Policy

Pursuant to Section 177(9) and (10) of the Companies Act, 2013 and the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Company has a Whistle Blower Policy for establishing a vigil mechanism for Directors and employees to report genuine concerns regarding unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct. The said mechanism also provides for 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. We affirm that no employee of the Company was denied access to the Audit Committee.

### e) Code of Business Conduct

The Board of Directors has approved a Code of Business Conduct which is applicable to the Members of the Board and to all employees. The Company follows a policy of "Zero Tolerance" to bribery and corruption in any form and the Board has laid down the "Anti Bribery & Corruption Directive" which forms an Appendix to the Code.

The code lays down the standard of conduct which is expected to be followed by the Directors and by the employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders. The code gives guidance through examples on the expected behaviour from an employee in a given situation and the reporting structure.

All the Board Members and the Senior Management personnel have confirmed compliance

with the Code. All Management Staff were required to complete an e-learning module, in addition to a face- to-face training given by the Company from time to time.

### **Details of compliance with mandatory requirements and adoption of the non-mandatory requirements under the Listing Regulations**

During the year, the Company has complied with the mandatory requirements as stipulated in Listing Regulations. With respect to the compliance with the non-mandatory requirements pursuant to Regulation 27(1) of the SEBI Listing Regulations, the Company has adopted the following non- mandatory requirements:

- i) The Chairman being Non-Executive Director, an office is made available for his use during his visits to the Company and is reimbursed the expenses incurred towards the performance of his duties.
- ii) During the year under review, there is no audit qualification on the Company's financial statements. Your Company continues to adopt best practices to ensure a regime of unmodified audit opinion.
- iii) The position of Chairperson of Board and the Managing Director are separate.
- i) The Internal Auditor of the Company reports to the Chief Financial Officer and has direct access to the Audit Committee.

### **f) Subsidiary and Associates**

During the year ended March 31, 2021, the Company does not have any listed/unlisted subsidiary and Associate companies as defined in Regulation 16 of the Listing Regulations.

### **g) Prevention of Insider Trading**

In January 2015, SEBI notified the SEBI (Prohibition of Insider Trading) Regulations, 2015 which came into effect from May 15, 2015. Pursuant thereto, the Company has formulated and adopted a new code for Prevention of Insider trading.

The code "Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders" and the "Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information allows the formulation of a trading plan subject to certain conditions and requires pre-clearance for dealing in the Company's shares. It also prohibits the purchase or sale of company's shares by the Directors, designed employees and connected persons, while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed.

The company Secretary & Head Compliance is responsible for implementation of the code. All Board of Directors, designated employees and connected persons have affirmed compliance with the Code.

## 8. CEO / CFO CERTIFICATION:

The Managing Director and Chief Financial Officer (CFO) have issued certificate pursuant to the provisions of Regulation 17(8) of the Listing Regulations certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs. The certificate is attached to this report.

## 9. MEANS OF COMMUNICATION:

The company follows a robust process of communicating with its stakeholders/ shareholders and investors through multiple channels of communications such as dissemination of information on the online portal of the Stock Exchanges, press releases, the Annual Reports and uploading relevant information on its website.

The unaudited quarterly results are announced within forty-five days of the close of the quarter. The audited annual results are announced within two months from the close of the financial year as required under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The aforesaid financial results are announced to the Stock Exchanges immediately after the approval of the Board. The results are generally published in Trinity Mirror (English). The Tamil translation of the same is published in Makkal Kural, which are regional daily newspapers.

The audited financial statements form part of the Annual Report which is sent to the Members within the statutory period and well in advance of the Annual General Meeting.

The Annual Report of the Company, the quarterly / half yearly and the audited financial statements and the press releases of the Company are also placed on the Company's website [www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com) and can be downloaded.

The presentations on the performance of the Company are placed on the Company's website immediately after these are communicated to the Stock Exchanges for the benefits of the institutional investors and analysts and other shareholders.

The Company discloses to the Stock Exchange, all information required to be disclosed under Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, including material information having a bearing on the performance / operations of the listed entity or other price sensitive information. All information is filed electronically on BSE's online Portal – BSE Corporate Compliance & Listing Centre (Listing Centre).

The Board of Directors has approved a policy for determining materiality of events for the purpose of making disclosure to the Stock Exchange.

All disclosures made to the stock exchange are also available on the Company's website under the heading 'Investors' Relations'.

Facility has been provided by SEBI for investors to place their complaints / grievances on a

centralized web-based complaints redressal system viz. SEBI Complaints Redress System (SCORES). The salient features of this system are: Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status.

A separate dedicated section under 'Investors' Relations', under sub heading 'Financial Reporting' on the Company's website gives information on Quarterly Financial Results, Corporate Governance Report, Compliance Reports and other relevant information of interest to the investors / public.

The Company also uploads on the BSE Listing Centre Portal, details of all notices, Resolutions and other relevant information of interest to the Investors as per SEBI (LODR) Regulations 2015.

## 10. GENERAL INFORMATION TO SHAREHOLDERS:

**Financial Year: 1st April, 2020 - 31st March, 2021**

### **Registrar and Transfer Agents and Share Transfer System**

The Company has appointed Registrar and Transfer Agents (RTA) – M/s. Cameo Corporate Services Ltd, No.1, Club House Road, Chennai – 600 002 who offer all share related services to its Members and Investors. These services include transfer / transmission / dematerialization of shares / consolidation/ Split / renewal of share certificates, issuance of duplicate share certificates, change of address and investor grievances.

## 11. COMMUNICATION TO MEMBERS:

Members who hold shares in dematerialized form should correspond with the Depository Participant with whom they maintain their Demat Account/s, for queries relating to shareholding, change of address. However, queries relating to non-receipt of annual reports or on matters relating to the working of the Company should be addressed to the Company.

Members who hold shares in physical form should address their queries to the Registrar & Transfer Agents.

Members are requested to ensure that correspondence for change of address, subdivision of shares, renewals / split / consolidation of share certificates, issue of duplicate share certificates should be signed by the first named Member as per the specimen signature registered with the Company. The Company may also, with a view to safeguard the interest of its Members and that of the Company, request for additional supporting documents such as certified copies of PAN Cards and other proof of identity and / or address.

Members are requested to indicate their DP ID & Client ID / Ledger Folio number in their correspondence with the Company to the Registrar & Transfer Agents and also to provide their Email addresses and telephone numbers / FAX numbers to facilitate prompt response from the Registrar & Transfer Agents.

## 12. MARKET INFORMATION

### Listing on Stock Exchange

The Company's shares are listed on the following Stock Exchange and the listing fees have been paid to the Exchanges for the Financial Year 2020-21.

Name and Address of the Stock Exchange	Stock Code/ Scrip Code	ISIN Number for NSDL/ CDSL/ (Dematerialized shares)
Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001	513540	INE176E01012

### SHARE TRANSFER SYSTEM / OTHER RELATED MATTERS:

#### i. Share Transfer

Share transfers in physical form are processed by the Company's Registrar & Transfer Agents, M/s. Cameo Corporate Services Ltd, Chennai and the share certificates are generally returned to the transferees within a period of fifteen days from the date of receipt of transfer provided the transfer documents lodged with the Registrar Transfer Agents are complete in all respects. Incomplete Share Transfer forms are rejected / returned to the Transferee/s immediately by the Registrar Transfer Agents by Registered Post.

#### ii. Nomination facility for shareholding

As per the provisions of the Act, facility for making nomination is available for Members in respect of shares held by them. Members holding shares in physical form may obtain a nomination form, from the Registrar Transfer Agents of the company. Members holding shares in dematerialized form should contact their Depository Participants (DP) in this regard.

#### Permanent Account Number (PAN)

Members who hold shares in physical form are advised that SEBI has made it mandatory that a copy of the PAN card of the transferor(s), transferee(s), members, surviving joint holders/ legal heirs be furnished to the Registrar Transfer Agents, while obtaining the services of transfer, transposition, transmission and issue of duplicate share certificates.

#### iii. Pending Investors' Grievances

Any Member / Investor, whose grievance has not been resolved satisfactorily, may kindly write to the Registrar Transfer Agents or to the Company Secretary & Head Compliance at the Registered Office with a copy of the earlier correspondence.

#### iv. Reconciliation of Share Capital Audit

As required by the Securities & Exchange Board of India (SEBI), quarterly audit of the company's share capital is being carried out by the Statutory Auditors with a view to reconcile

the total share capital admitted with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) held in physical form, with the issue and listed capital. The Company has received circular from BSE vide their mail dated 19.06.2017 wherein they have intimated that filing of reconciliation of share capital audit report (REG55A) should be in XBRL mode with effect from 01.07.2017 onwards which is mandatory. Accordingly, the Auditors' Cert. has been obtained by the company and filed in XBRL mode along with original share capital audit report in PDF file. The said report is also placed before Stakeholders' Relationship Committee and the Board of Directors.

No. of share holders	Physical	% of share capital	NSDL	% of share capital	CDSL	% of share capital	Total No. of shares	% of share capital
14,015	24,47,400	47.76	25,45,550	49.67	1,31,850	2.57	51,24,800	100%

#### v. Distribution of Shareholding as on March 31, 2021

Category (Shares) in Rs.)	No. of Share Holders	% of Share Holders	No. of Shares	% of Total Shares
10 - 5000	13,519	96.47	17,51,200	34.17
5001 - 10000	300	2.14	2,43,900	4.76
10001- 20000	111	0.79	1,69,300	3.30
20001- 30000	32	0.23	79,200	1.54
30001- 40000	11	0.07	40,400	0.79
40001- 50000	7	0.05	32,700	0.64
50001-100000	15	0.11	1,10,990	2.17
10001-and above	20	0.14	26,97,110	52.63
<b>Total</b>	<b>14,015</b>	<b>100.00</b>	<b>51,24,800</b>	<b>100.00</b>

#### vi. Dematerialization of Shares:

Mode of Holding	No. of Holders	No of Shares	Percentage
NSDL	742	25,45,550	49.67
CDSL	310	1,31,850	2.57
PHYSICAL	12,963	24,47,400	47.76
<b>Total</b>	<b>14,015</b>	<b>51,24,800</b>	<b>100.00</b>

The Company has entered into Agreements with National Securities Depository Limited (NSDL) as well as Central Depository Services (India) Limited (CDSL) whereby Members have an option to dematerialize their shares with these Depositories.

Members holding shares in physical mode are urged in their own interest to hold these shares in dematerialized form with the Depository Participant.

**vii. Statement showing Shareholding of more than 1% of the Share Capital as on March 31, 2021:**

Sl. No.	Folio No. / Client ID	Names of the Shareholders	Number of shares	Percentage of capital
1	21533706	Kareetem Traders Limited	10,05,000	19.61
2	22818373	Rakesh Goyal	3,04,640	5.94
3	22842614	Saatvik Goyal	3,98,400	4.65
5	22818164	Durga Devi Goyal	2,42,200	4.73
6	22818381	Seema Goyal	1,51,560	2.96
7	22842462	Rakesh Goyal	1,43,110	2.79
8	31669	Indersain Goyal	93,500	1.82
9	21776107	PR Shankar (HUF)	58,900	1.50
10	24541 & 27002	BOI Mutual Fund	70,600	1.38
	<b>Total</b>		<b>25,17,110</b>	<b>49.10</b>

**Global Depository Receipts (GDR) / American Depository Receipts (ADR) / Warrants or any Convertible instrument, conversion dates and likely impact on Equity: NIL**

**FINANCIAL CALENDAR 2020-21**

Board Meeting for consideration of Accounts for the financial year ended March 31, 2021	June 30, 2021
Posting of Annual Reports	September 01, 2021
Book Closure Dates	September 17, 2021 to September 23, 2021
Date, time & Venue of the 42 <sup>nd</sup> Annual General Meeting.	September 23, 2021 at 10.00 AM through VC at the Registered Office of the Company.
Board Meeting for consideration of Audited Financial Results for the Quarter Ended & Financial Year ended March 31, 2021.	June 30, 2021

**Address for Correspondence:**

Investors can communicate at the following addresses:

<b>Mr. C Muruganandam- Company Secretary</b>	<b>M/s. CAMEO Corporate Services limited</b>
Tamilnadu Steel Tubes Limited Mercury Apartments, I Floor 65, Pantheon Road, Egmore CHENNAI – 600 008, Tamil Nadu Phone 044 - 2855 5653 / 2855 5733; Fax N: 044 – 2855 5643 E-mail: <a href="mailto:tnt.share@yahoo.in">tnt.share@yahoo.in</a> Website: <a href="http://www.tamilnadusteeltubesltd.com">www.tamilnadusteeltubesltd.com</a>	Registrar & Transfer Agent Subramanian Building 1, Club House Road, Chennai-600002, Tamil Nadu Phone: 044-4002 0723 Email: <a href="mailto:cameo@cameoindia.com">cameo@cameoindia.com</a> <a href="mailto:murali@cameoindia.com">murali@cameoindia.com</a>



## MANAGING DIRECTOR'S DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

To:  
The Members  
Tamilnadu Steel Tubes Limited

I hereby confirm that all the members of the Board and Senior Management have affirmed compliance with the Code of Conduct framed by the Company.

For and on behalf of the Board

Sd/-  
**BIVASHWA DAS**  
Managing Director

Place: Chennai

Date: 30-Jun-2021

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### MANAGING DIRECTOR / CFO CERTIFICATION

We the undersigned, in our respective capacities as Managing Director and Chief Financial Officer of Tamilnadu Steel Tubes Limited ("the Company") to the best of our knowledge and belief certify that:

- (a) We have reviewed Financial Statements and the Cash Flow Statement for the year ended March 31, 2021 and that to the best of our knowledge and belief:
  - i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii) 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) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining Internal Controls 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 we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee:
- i) Significant changes in the Internal Control over financial reporting during the year ended March 31, 2021
  - ii) Significant changes in accounting policies during the year ended March 31, 2021 and that the same have been disclosed in the notes to the Financial Statements, if any; and
  - iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, 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

Sd/-  
**G.CHITRA**  
Chief Financial  
Officer

Sd/-  
**BIVASHWA DAS**  
Managing  
Director

Place: Chennai  
Date: 30-Jun-2021

## **Independent Auditors' Certificate on Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

1. This certificate is issued in accordance with the terms of our agreement dated June 30, 2021.
2. This report contains details of compliance of conditions of Corporate Governance by Tamilnadu Steel Tubes Limited ('the Company') for the year ended March 31, 2021 as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46(2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to the Listing Agreement of the Company with Stock Exchanges.

### **Management's Responsibility for compliance with the conditions of Listing Regulations.**

3. The compliance with the terms and conditions contained in the Corporate Governance is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents.

### **Auditors' Responsibility**

4. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. Pursuant to the requirements of the Listing Regulations, it is our responsibility to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended March 31, 2021
6. We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

**Opinion**

7. In our opinion, and to the best of our information and according to explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

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

**Restriction on use**

8. The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations, and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

**For Abhay Jain & Co**  
**Chartered Accountants**  
**Firm's Registration No: 000008S**

**CA A.K. Jain**  
**Partner**  
**M. No.070224**  
**UDIN No. 210702244AAAACK7795**

Place: Chennai  
Date: 30-Jun-2021

**ANNEXURE – IX****Disclosures with respect to Employees' Stock Option Scheme, 2006 of the Company pursuant to Regulation 14 of the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 as on March 31, 2021:**

- (A) Relevant disclosures in terms of the 'guidance note on accounting for employee share-based payments' issued by ICAI or any other relevant accounting standards as prescribed from time to time. Members may refer to the audited financial statement prepared as per Ind-AS for the year 2020-21.
- (B) Diluted Earnings Per Share (EPS) pursuant to issue of shares on exercise of options calculated in accordance with Ind-AS 33 (Earnings per Share). Diluted EPS for the year ended March 31, 2021 is Rs.(1.33) per share calculated in accordance with Ind-AS 33 (Earnings per Share).
- (C) Details related to Employees' Stock Option Scheme, 2006 ("ESOS")
- (i) The description including terms and conditions of ESOS are summarized as under:

(a)	Date of shareholder's approval	NIL
(b)	Total number of options approved under ESOS:	NIL
(c)	Vesting requirement	NIL
(d)	Exercise Price or pricing formula	NIL
(e)	Maximum term of option granted	NIL
(f)	Source of shares (Primary, secondary or combination)	NIL
(g)	Variation in terms of options	NIL
(a)	Number of options outstanding at the beginning of year	NIL
(b)	Number of options granted during the year.	NIL
(c)	Number of options forfeited / lapsed during the year	NIL
(d)	Number of options vested during the year	NIL
(e)	Number of options exercised during the year	NIL
(f)	Number of shares arising as a result of exercise of options	NIL
(g)	Money realized by exercise of options (Rs.)	NIL
(h)	Loan repaid by the Trust during the year from exercise price received	NIL
(i)	Number of options outstanding at the end of the year	NIL
(j)	Number of options exercisable at the end of the year	NIL

- (iii) Employee wise details of options granted during the year:
- (a) Key managerial personnel and senior managerial personnel – Nil
  - (b) Any other employee who receives a grant in any one year of options amounting to 5% or more of options granted during that year – Nil
  - (c) Identified employees who were granted options, during any one year, equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of grant – Nil

For and on behalf of the Board

Sd/-  
**M.T. ELUMALAI**  
**DIN : 01278399**

Sd/-  
**BIVASHWA DAS**  
**DIN : 07352655**

Place: Chennai  
Date: 30-Jun-2021

The following table sets forth the breakup of the Company's expenses as part of the Revenue from operations (Net).

<b>PARTICULARS</b>	<b>2020-21</b>	<b>% of Revenue from operations</b>	<b>2019-20</b>	<b>% of Revenue from operations</b>
Net sales	51.98	99.31%	50.86	99.49%
Other operating revenue	0.36	0.69%	0.26	0.51%
<b>Revenue from operations (net)</b>	<b>52.34</b>	<b>100.00</b>	<b>51.12</b>	<b>100.00</b>
Cost of materials consumed	45.62	87.16%	45.30	88.62%
Changes in inventories of finished goods, work in progress and Stock in Trade.	(0.34)	-0.65%	0.12	0.23%
Employee benefits expense.	3.80	7.26%	3.51	6.87%
Power and fuel	0.87	1.66%	0.96	1.88%
Freight and Forwarding expense.	0.25	0.48%	0.31	0.61%
Finance costs	0.04	0.08%	0.05	0.10%
Depreciation and amortization expense.	0.32	0.61%	0.33	0.65%
Other expenses (including Self Consumption of pipes)	1.66	3.17%	3.02	5.91%
	<b>52.22</b>	<b>99.77%</b>	<b>53.60</b>	<b>104.85%</b>
<b>Profit before exception item and tax</b>	0.11	0.21%	(2.48)	-4.85%
Exceptional item	-	0.00%	-	0.00%
<b>Profit before tax</b>	0.11	0.21%	(2.48)	-4.85%
Tax expenses	0.79	1.51%	(0.02)	-0.04%
<b>Profit for the year</b>	(0.68)	-1.30%	(2.46)	-4.81%

During the Financial year 2020-21, the Company has recorded a **Loss** after tax of **Rs.0.68 Crore** as compared to **Rs.2.46 Crore Loss** in the Financial Year 2019-20.

Operating cost is down mainly driven by strong cost saving measures, especially on account of raw materials optimization.

The new S.S. Pipes production will strengthen the company's market presence especially in the Southern region.

## Analysis of Standalone Financial (Break up Details)

### 1. Revenue from Operations (Net):

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Steel Tubes (Black and GI pipes only)	51.98	50.86	1.12	2.2

Revenue from operations (net) has decreased marginally, as against last year.

### 2. Other Income:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Other income	0.36	0.26	0.10	38.5

Majority of other income represents Lease Rent Received and Insurance claim received.

### 3. Cost of Materials Consumed:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Cost of materials consumed	45.62	45.29	0.33	0.7

Cost of materials consumed has come down due to decrease in cost charged by the supplier of material.

### 4. Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Changes in inventories of finished goods, work in progress and Stock in Trade.	(0.34)	0.12	(0.46)	(383.3)

### 5. Employees Benefits Expenses:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Employee benefits expenses.	3.80	3.51	0.29	8.2

Employee benefits expense has come down due to employee attrition.



**6. Power and Fuel**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Power and Fuel	0.87	.96	(0.09)	(9.3)

Power and fuel cost has been decreased due to efficiency in operation.

**7. Power and Fuel Freight and Forwarding Expenses:**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Freight and Forwarding expense	0.25	0.31	(0.06)	(19.35)

**8. Finance Costs:**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Interest expenses	0.04	0.05	(0.01)	(20.0)

There is a marginal increase in Finance Cost due to increased cost of borrowing.

**9. Depreciation and Amortization Expense:**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Depreciation on tangible assets	0.32	0.33	(0.01)	(3.03)

In the previous year, an increase in depreciation has been made on account of change in useful lives of fixed assets in accordance with the provisions of Schedule II of the companies Act, 2013.

**10. Other Expenses:**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Rent	0.11	0.12	(0.01)	(3.7)
Rates and Taxes	0.08	0.04	0.04	114.3
Repairs	0.10	0.10	0	0
Insurance	0.05	0.08	(0.03)	(41.1)
Advertisement	0.00	0.00	0.00	0
Miscellaneous Expenses	0.10	0.14	(0.05)	(32.2)

**11. Tax Expenses**

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
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Tax expenses	0.79	-	0.79	100
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## 12. Assets

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Tangible assets	1.72	1.91	(0.19)	(10.0)
Capital Work in progress	-	-	-	-
<b>Total</b>	<b>1.72</b>	<b>1.91</b>	<b>(0.19)</b>	<b>(10.0)</b>

## 13. Loans and Advances:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Long-term loans and advances	0.21	0.33	(0.12)	(35.6)
Short-term loans and advances	0.23	0.21	0.01	5.7
<b>Total</b>	<b>0.44</b>	<b>0.55</b>	<b>(0.11)</b>	<b>(19.4)</b>

## 14. Inventories:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Raw Materials	3.85	6.05	(2.20)	-36.4
Finished Goods	5.43	3.80	1.63	42.9
Stores & Spare Parts	0.00	0.04	(0.03)	-96.6
Other Goods (Scrap)	0.16	0.12	0.04	30.7
<b>Total</b>	<b>9.44</b>	<b>10.00</b>	<b>(0.57)</b>	<b>-5.7</b>

Inventory holding was seen consistent comparison to previous years.

## 15. Trade Receivables:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Trade receivables	11.98	12.56	(0.58)	(4.6)

Trade Receivable has decreased compared to the previous year. So far Company has been introduced suitable policies to make improvement in receivable management.

## 16. Cash and Bank Balances:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Cash and bank balances	1.23	1.84	(0.61)	(32.9)

## 17. Trade Payables

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Trade payables	1.01	0.33	0.68	205.9

## 18. Other Liabilities

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Statutory dues	0.30	0.08	0.22	278.0%
Advance from customers	0.07	0.00	0.07	7898.4%
Other payables	0.59	0.65	(0.05)	-8.2%
<b>Total</b>	<b>0.96</b>	<b>0.73</b>	<b>0.23</b>	<b>32.2%</b>

## 19. Cash Flow:

[Figures in Rs. Crores]

Particulars	2020-21	2019-20	Change	Change %
Net cash flow from operating activities	0.58	(0.31)	0.89	287.1
Net cash used for investing activities	(10.53)	2.61	(13.14)	(503.4)
Net cash used for financing activities	9.34	(4.08)	13.42	329.0

## RATIO ANALYSIS

## 1. Operating EBITDA Margin (%)

	2020-21	2019-20
Operating EBITDA Margin	0.92	(4.14)

## 2. Average Return on Capital Employed (%)

	2020-21	2019-20
Average Return on Capital Employed	0.76	(11.08)

## 3. Return on Net Worth (%)

	2020-21	2019-20
Return on Net worth	(8.31)	(27.73)

## 4. Current Ratio (Times)

	2020-21	2019-20
Current Ratio	1.69	5.86
Net worth per share	16.00	17.33
Basic Earnings per share	(1.33)	(4.81)
Fixed Asset Turnover Ratio	30.27	26.66

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF TAMIL NADU STEEL TUBES LIMITED

### REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying standalone Ind AS financial statements of Tamilnadu Steel Tubes Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021 and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of change in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information. (Hereinafter referred to as the "standalone financial statements").

### MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### AUDITORS' RESPONSIBILITY FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We conducted our audit of the standalone financial statements 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Company's preparation and fair presentation of the standalone financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the standalone 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 financial statement.

## **OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021 and its profit and loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by Section 143(3) of the Act, we report to the extent applicable 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 purpose of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including other Comprehensive Income, 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, the aforesaid standalone 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 31, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, as amended, in our opinion and to the best of our information and according to the explanation given to us:
    - i) The company has disclosed the impact of pending litigation on its financial position in its standalone financial statement.
    - ii) The company has made provision, as required under the applicable law or Accounting Standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor's Education and Protection Fund by the company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(3) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For ABHAY JAIN & Co.,  
Chartered Accountants  
FRN. 000008S**

**A K JAIN**

**Partner: M.No.070224**

**UDIN: 21070224AAAACK7795**

**Place: Chennai**

**Date: June 30 June, 2021**

## Annexure "A" to the Independent Auditors' Report

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Tamil Nadu Steel Tubes Limited of even date)

### **Report on the Internal Financial Controls over Financial Reporting 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 M/s. Tamilnadu Steel Tubes Limited ("the Company") as of 31<sup>st</sup> March 2021 in conjunction with our audit of the standalone 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 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 of the Company 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 the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 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 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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, 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 31st March 2021, 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 ABHAY JAIN & Co.,  
Chartered Accountants  
FRN. 000085**

**A K JAIN**

**Place: Chennai  
Date: June 30, 2021**

**Partner: M.No.070224  
UDIN: 21070224AAAACK7795**

### **Annexure - B to the Independent Auditors' Report**

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Tamil Nadu Steel Tubes Limited of even date)

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- i. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification. In our opinion the frequency of verification is reasonable.  
  
(c) The title deeds of immovable properties are held in the name of the Company.
- ii. (a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals.  
  
(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. The Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book and records.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Therefore the provision of clause 3(3a), (3b) and (3c) of the said order are not applicable to the Company.

- iv. In our opinion, and according to the information and explanations given to us, the Company has not given any loan nor made any investment and not provided guarantee or any security, as such the provisions of Section 185 and 186 of the Companies Act 2013 are not applicable on the Company.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the cost records maintained by the Company pursuant to the Rules prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods & Service Tax, Custom Duty, Cess and other material statutory dues, as applicable, with the appropriate authorities.  
  
(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, sales tax, service tax, custom and excise duty, value added tax as at March 31, 2021 which have not been deposited on account of any dispute. However, the company has received notice of demand from the sales tax department for AY2007-08 to AY2014-15 raising a demand of Rs.310.46 lakhs on reversal of ITC but the company contest that all the assessment years have been duly scrutinized and assessed by the department. The Company has not accepted the demand and filed suitable submissions to the department.  
  
(c) The Company was having disputed income tax liability of Rs.331.15 lakhs. The Company has opted for Direct Tax Vivad Se Vishwas Scheme, a settlement scheme of Central Government, and agreed to pay Rs.253.72 lakhs as full and final settlement of income tax dispute. The Company has paid the entire amount during the march 2021 and the company is yet to file Form-4 of the scheme.
- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or government as of the balance sheet date.

- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements etc. as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order 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. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

**For ABHAY JAIN & Co.,  
Chartered Accountants  
FRN. 000085**

**A K JAIN**

**Partner: M.No.070224**

**UDIN: 21070224AAAACK7795**

**Place: Chennai**

**Date: June 30, 2021**

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2021**

[in Rupees]

	Particulars	Notes	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March, 2020
<b>A</b>	<b>ASSETS</b>			
1	Non-Current Assets			
	(a) Property, Plant and Equipment	3	1,71,69,654	1,90,79,963
	(b) Capital Work-in-Progress			
	(c) Goodwill			
	(d) Other Intangible Assets			
	(e) Financial Assets			
	(i) Investments			
	(ii) Trade Receivables			
	(iii) Loans			
	(iv) Other financial assets	4	6,26,299	11,26,299
	(f) Non-Current Tax asset	5	16,71,822	37,70,273
	(g) Other Non-Current Assets	6	15,20,119	22,04,724
	Total Non-Current Assets		2,09,87,894	2,61,81,259
2	Current Assets			
	(a) Inventories	7	8,67,38,225	8,54,94,229
	(b) Financials Assets			
	(i) Investments			
	(ii) Trade Receivables	8	11,98,13,274	12,55,78,350
	(iii) Cash and Cash Equivalentents	9	1,23,27,781	1,83,81,843
	(iv) Bank balance other than mentioned			
	(v) Loans			
	(vi) Other financials assets	10	31,96,019	35,32,976
	(c) Other Current Assets	11	24,15,172	9,97,353
	(d) Assets classified as held for sale	12	-	10,58,000
	Total Current Assets		22,44,90,471	23,50,42,751
	<b>Total Assets (1+2)</b>		<b>24,54,78,365</b>	<b>26,12,24,010</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>			
1	(a) Equity Capital	13	51,248,000	51,248,000
	(b) Other Equity	14	3,07,31,258	3,75,43,245
	Total Equity		8,19,79,259	8,87,91,245
2	Liabilities			
	(a) Non-Current Liabilities			
	(i) Financial Liabilities			

- Borrowings			
- Trade Payable			
- Other Financial Liabilities			
(ii) Provisions	15	38,35,813	10,69,027
(iii) Deferred Tax Liabilities (Net)		11,96,146	11,93,670
(iv) Other non-current liabilities	16	2,56,00,000	13,01,11,191
Total Non-Current Liabilities		3,06,31,959	13,23,73,888
(b) Current Liabilities			
(i) Financial Liabilities			
- Borrowings	17	9,52,28,016	29,01,248
- Trade Payable			
- Dues to micro and small enterprises			
- Dues to Others	18	1,01,34,342	33,13,212
- Other Financial Liabilities	19	1,23,00,002	3,00,002
(ii) Other Current Liabilities	20	1,52,04,788	1,38,89,210
(iii) Provisions			
(iv) Current Tax Liabilities (net)	21	-	1,96,55,205
Total Current Liabilities		13,28,67,148	4,00,58,877
Total Liabilities		16,34,99,107	17,24,32,765
<b>Total Equity and Liabilities (1+2)</b>		<b>24,54,78,365</b>	<b>26,12,24,010</b>
Basis of preparation, measurement and	2		

**Significant Accounting Policies and Notes of Financial Statements 1 to 32 as per our Report of even date.**

As per our report of even date attached

**For ABHAY JAIN & CO**  
Chartered Accountants  
FRN No: 000085

**For and on Behalf of the Board**

**A.K.Jain**  
Partner  
M.No.070224  
UDIN: 21070224AAAACK7795

**BIVASHWA DAS**  
[Managing Director]  
[DIN : 07352655]

**M T ELUMALAI**  
[Director]  
[DIN: 01278399]

**Place: Chennai**  
**Date: June 30, 2021**

**Mrs.G.Chitra**  
[Chief Financial Officer]

**STATEMENT OF PROFIT AND LOSS FOR THE FINANCIAL YEAR ENDED**  
**31<sup>st</sup> March 2021**

[in Rupees]

	Particulars	Notes	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March, 2020
<b>A</b>	<b>Income from operations</b>			
	(a) Net sales/income from operations	22	51,97,99,101	50,85,78,923
	(b) Other Income	23	35,51,923	25,58,009
	<b>Total income from operations net</b>		<b>52,33,51,024</b>	<b>51,11,36,932</b>
<b>B</b>	<b>Expenses</b>			
	(a) Cost of Raw Material Consumed	24	45,62,48,149	45,29,58,387
	(b) Purchases of Stock in Trade			
	(c) Changes in Inventories of Finished Goods, Work in progress and Stock in trade	25	(34,37,852)	11,97,489
	(d) Employee benefits expense	26	3,79,79,471	3,51,00,865
	(e) Depreciation and amortisation expense	3	32,32,792	33,14,970
	(f) Finance costs	27	4,42,857	4,68,698
	(g) Other expenses	28	2,77,82,197	4,29,13,159
	Total expenses		<b>52,22,47,614</b>	<b>53,59,53,568</b>
	Profit before tax		11,03,410	(2,48,16,636)
	Tax expense			
	Current Tax		-	-
	Tax of Earlier Years		79,12,922	-
	Deferred Tax		2,475	(1,96,245)
	<b>Profit for the period</b>		<b>(68,11,987)</b>	<b>(2,46,20,391)</b>
	Other Comprehensive income			
	A (i) Items that will not be reclassified to profit or loss		-	-
	(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 Other Comprehensive Income for the period / Year (Comprising profit and other comprehensive Income for the period)			-	-
Total Comprehensive Income for the period / Year (Comprising profit and other comprehensive Income for the period)			(68,11,987)	(2,46,20,391)
Total other comprehensive income net of tax				
Total comprehensive income for the period				
Earnings per Equity share				
Equity shares of par value Rs. 10 each				
(a) Basic			(1.33)	(4.80)
(b) Diluted			(1.33)	(4.80)
Basis of preparation, measurement and significant accounting policies	2			

### Significant Accounting Policies and Notes of Financial Statement 1 to 32 as per our report of even date

As per our report of even date attached

**For ABHAY JAIN & CO**  
Chartered Accountants  
FRN No: 000008S

**For and on Behalf of the Board**

**A.K.Jain**  
Partner  
M.No.070224  
UDIN: 21070224AAAACK7795

**BIVASHWA DAS**  
[Managing Director]  
[DIN : 07352655]

**M T ELUMALAI**  
[Director]  
[DIN: 01278399]

**Place: Chennai**  
**Date: June 30, 2021**

**Mrs.G.Chitra**  
[Chief Financial Officer]

## Statement of Cash flow for the year ended 31st March 2021

(in Rupees)

Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
<b>Cash Flow from Operating Activities:</b>		
Net Profit Before Tax	11,03,410	(2,48,16,636)
<b>Adjustments for:</b>		
Depreciation	32,32,792	33,14,970
Interest Paid	4,42,857	4,68,698
Interest Received	(15,00,234)	(19,15,590)
Other Income	-	-
Insurance Claim Received	(60,950)	(1,73,133)
Sundry Balance Write Back	-	-
Lease Rent Received	(4,90,739)	(4,69,286)
<b>Operating Profit before Working Capital Changes</b>	<b>27,27,136</b>	<b>(2,35,90,977)</b>
Adjustment For:		
[Increase]/decrease in Inventories	(12,43,996)	88,56,322
[Increase]/decrease in Trade Receivables	57,65,076	1,23,18,257
[Increase]/decrease in Long Term Loans & Advances	32,83,056	(94,905)
[Increase]/decrease in Short Term Loans and Advances	(22,862)	20,97,835
Increase/[decrease] in Trade Payables	68,21,130	17,42,494
Increase/[decrease] in Other Current Liabilities	(35,72,841)	(44,53,642)
Cash generated from Operation	1,37,56,699	(31,24,616)
Less: Tax Paid	(79,12,922)	-
<b>Net Cash Used in Operating Activity (A)</b>	<b>58,43,777</b>	<b>(31,24,616)</b>
<b>Cash Flow from Investing Activities:</b>		
Sale of Fixed Assets	1,20,046	5,48,387
Purchase of Fixed Assets	(4,05,874)	(69,850)
Insurance Claim Received	60,950	1,73,133
Loss on Sale of Fixed Assets	21,346	-



Lease Advance received	(10,45,11,191)	2,50,11,191
Advance of Sale of Land	(10,58,000)	-
Lease Rent received	4,90,739	4,69,286
<b>Net Cash used in Investing Activities (B)</b>	<b>(10,52,81,984)</b>	<b>2,61,32,148</b>
<b>Cash Flow from Financing Activities</b>		
Proceed from Long Term Borrowings	-	(3,71,463)
Proceed from Short Term Borrowings	9,23,26,768	(4,18,50,231)
Interest Received	15,00,234	19,15,590
Interest Paid	(4,42,857)	(4,68,698)
<b>Net Cash from Financing Activities (C)</b>	<b>9,33,84,145</b>	<b>(4,07,74,802)</b>
<b>Net Increase/ [Decrease] in Cash or Cash Equivalents [A+B+C]</b>	<b>(60,54,062)</b>	<b>(1,77,67,270)</b>
<b>Opening Balance of Cash &amp; Cash Equivalents</b>	<b>1,83,81,843</b>	<b>3,61,49,113</b>
<b>Closing Balance of Cash &amp; Cash Equivalents</b>	<b>1,23,27,781</b>	<b>1,83,81,843</b>

As per our report of even date attached

**For ABHAY JAIN & CO**  
**Chartered Accountants**  
**FRN No: 000008S**

**For and on Behalf of the Board**

**A.K.Jain**  
**Partner**  
**M.No.070224**  
**UDIN: 21070224AAAACK7795**

**BIVASHWA DAS**  
**[Managing Director]**  
**[DIN : 07352655]**

**M T ELUMALAI**  
**[Director]**  
**[DIN: 01278399]**

**Place: Chennai**  
**Date: June 30, 2021**

**Mrs.G.Chitra**  
**[Chief Financial Officer]**

## NOTES TO THE FINANCIAL STATEMENT

As at and for the year ended March 31st, 2021

### I. CORPORATE INFORMATION

**TAMILNADU STEEL TUBES LTD.** (the Company) is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act 1956, Under **CIN: L27110TN1979PLC007887**. Its shares are listed on Stock Exchanges in India. The Company is engaged in the manufacturing and selling a reputed Brand of Black Pipe (ERW Pipe) & G.I. Pipe. The Company caters to only domestic market.

### 2. BASIS OF PREPARATION, MEASUREMENT AND SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Basis of Preparation and Measurement:

These financial statements have been prepared in accordance with the Indian Accounting Standards (**hereinafter referred to as in 'Ind AS'**) as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting standard Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016

These financial statements for the year ended 31st March, 2021 are prepared under Ind AS. For all periods up to and including the year ended 31st March, 2017, the Company prepared its financial statements under historical cost convention in accordance with the generally accepted Accounting Principles in India and the provision of the Companies Act, 2013 read with Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) rules 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation with recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under Companies Act, 1956 shall continue to apply in all the material aspects with the accounting standards notified under Section 211(3C) (Companies (Accounting Standards) Rules, 2016, as amended) and other relevant provisions of the Companies Act, 2013 immediately before adopting Ind AS. The financial statements for the year ended 31st March, 2017 and the opening Balance Sheet as at 1st April, 2016 have been restated in accordance with Ind AS for comparative information.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at 1st April, 2016 being the 'date of transition to Ind AS'. All assets and liabilities have been classified as Current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in

cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities. These financial statements are prepared under the historical cost convention unless otherwise indicated.

## **2.2 KEY ACCOUNTING ESTIMATES AND JUDGEMENTS:**

The preparation of financial statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reported period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

## **2.3 SIGNIFICANT ACCOUNTING POLICIES**

### **(a) Property, Plant and Equipment:**

Property, plant and equipment are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. 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 Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

Gains or losses arising on retirement or disposal of property, plant and equipment are recognised in the Statement of Profit and Loss. Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".

Depreciation is provided on a pro-rata basis on the straight-line method based on estimated useful life prescribed under Schedule II to the Companies Act, 2013.

Freehold land is not depreciable, hence no depreciation charged to statement of profit and loss.

### **(b) Inventories:**

Raw materials are valued at FIFO method. Components, store and spares are valued at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials, components and stores and spares is determined on a weighted average basis.

Work in progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

Scrap is valued at net realizable value.

Net realizable value is estimated at selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale.

**(c) Cash & Cash Equivalents:**

Cash and cash equivalents are short-term (three months or less from the date of acquisition), highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

**(d) Assets held:**

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met:

- i. Decision has been made to sell.
- ii. The assets are available for immediate sale in its present condition.
- iii. The assets are being actively marketed and
- iv. Sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortized.

**(e) Financial Instruments:**

**Financial Assets:**

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument.

On initial recognition, a financial asset is recognized at fair value, in case of financial assets which are recognized at fair value through profit and loss (FVTPL), their transaction costs are recognized in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition value of the financial asset.

Financial assets are subsequently classified as measured at

- amortized cost
- Fair value through profit and loss (FVTPL)
- Fair value through other comprehensive income (FVOCI).

Financial assets are not reclassified subsequent to their recognition, except if and in the period the Company changes its business model for managing financial assets.

### **Trade Receivables and Loans:**

Trade receivables are initially recognized at fair value. Subsequently, these assets are held at amortized cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.

### **Equity Instruments:**

All investments in equity instruments classified under financial assets are initially measured at fair value; the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. A fair value change on an equity instrument is recognised as other income in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognized in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss. The Company does not have any investments in equity instruments as on balance sheet date.

### **Derecognition**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset.

### **Impairment of Financial Asset**

Expected credit losses are recognized for all financial assets subsequent to initial recognition other than financial assets in FVTPL category. For financial assets other than trade receivables, as per Ind AS 109, the Company recognizes 12 month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. The Company's trade receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall. The impairment losses and reversals are recognised in Statement of Profit and Loss.

### **Financial Liabilities: Initial recognition and measurement**

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss. In case of trade payables, they are initially recognised at fair value and subsequently, these liabilities are held at amortised cost, using the effective interest method.

### **Subsequent measurement**

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

### **Derecognition**

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

### **(f) Provisions and Contingent Liabilities:**

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. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

**(g) Revenue Recognition:**

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract, there is no continuing managerial involvement with the goods and the amount of revenue can be measured reliably. The Company retains no effective control of the goods transferred to a degree usually associated with ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. Revenue is measured at fair value of the consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as sales tax, value added tax, etc.

Revenue from sale of products manufactured, sale of products traded and sale or supply of services is recognized when practically all obligations connected with the transaction risks and rights to the buyer have been fulfilled. Revenue is measured at fair value of the consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as sales tax, value added tax, GST etc.

Interest income is recognized using the effective interest rate (EIR) method.

Dividend income on investments is recognised when the right to receive dividend is established.

**(h) Expenditure:**

Expenses are accounted on accrual basis

**(i) Employee Benefits:****a. Defined Contribution Plans:**

Contributions to defined contribution schemes such as employees' state insurance, labour welfare fund, superannuation scheme, employee pension scheme etc. are charged as an expense based on the amount of contribution required to be made as and when services are rendered by the employees

**b. Defined Benefit Plans:**

In respect of Gratuity, the Company offers a non-contributory defined benefit plan to its Employees. The liability for the same, as at the year end, is provided for on the basis of Actuarial Valuation.

Liability for Leave Encashment is provided for as and when the entitlement is ascertained

**(j) Impairment of Non-Financial Assets:**

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognising the impairment loss as an expense in the Statement of Profit and Loss.

**(k) Income Taxes:**

Income tax expense for the year comprises of current tax and deferred tax. It is recognised in the Statement of Profit and Loss except to the extent it relates to a business combination or to an item which is recognized directly in equity or in other comprehensive income.

Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961.

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes.

The Company was having disputed income tax liability of Rs.331.15 lakhs. The Company has opted for Direct Tax Vivad Se Vishwas Scheme, a settlement scheme of Central Government, and agreed to pay Rs.253.72 lakhs as full and final settlement of income tax dispute.

The company has paid the entire amount during the March 2021 and the company is yet to file Form-4 of the scheme.

**(l) Leases:**

Leases in which a substantial portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments and receipts under such leases are recognised to the Statement of Profit and Loss on a straight-line basis over the term of the lease unless the lease payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, in which case the same are recognised as an expense in line with the contractual term.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership to the lessee.



The Company has given 6 acres of land on lease to Mrs. Durga Devi Goyal, relative of former MD, and the lease is duly approved by the shareholders in the AGM. The lessee intends to buy the land and has given an advance amount of Rs.13.01 crore to the company. Registration of land is yet to be done by the company.

**(m) Earnings Per Share:**

The basic earning per equity share is computed by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the reported period. The number of shares used in computed diluted earnings per share and also the weighted average number of shares considered for deriving basic earnings per share which may be issued on the conversion of all dilutive potential shares, unless the results would be anti- dilutive.

**(n) Excise Duty / Goods & Services Tax:**

Excise Duty / GST is accounted on the basis of both, payments made in respect of goods cleared/ services provided as also provision made for goods lying in bonded warehouse if there is Goods & Service Tax is charged to Profit & Loss Account.

**(o) Segment Reporting:**

The accounting policies adopted for the segment reporting are in line with the accounting polices stipulated. The Company primarily operates in single business segment which is Steel Tubes (Black, GI Pipes & Stainless-Steel Pipes), and accordingly there is no primary segments to be reported as per Accounting Standard 17 "Segment Reporting".

**(p) Sick Company:**

The Company has been declared by the Board for Industrial & Financial Reconstruction as a "Sick" industrial company within the meaning of Sec 3(1)(o) of Sick Industrial Companies (Special Provisions) Act 1985, but during the year the net worth is in positive. Hence the company ceased to be Sick Industrial Company

3. PROPERTY PLANT AND EQUIPMENT

(in Rupees)

PARTICULARS	LAND	BUILDING	PLANT & MACHINERY	OFFICE EQUIPMENT	ELECTRICAL INSTALLATION	JRNITURE & FITTINGS	VEHICLES	AIR CONDITONERS & WATER COOLER	COMPUTER	TOTAL
<b>Gross Block</b>										
Balance as at 31st March 2020	14,53,142	8,17,232	1,33,42,186	2,82,994	6,51,168	16,581	1,22,62,104	7,62,524	3,62,533	<b>2,99,50,464</b>
<b>Additions</b>	10,58,000	-	3,00,000	-	-	-	-	50,281	55,593	<b>14,63,874</b>
<b>Disposals</b>	-	-	-	-	-	-	6,46,457	54,990	-	<b>7,01,447</b>
<b>Balance as at 31st March 2021</b>	<b>25,11,142</b>	<b>8,17,232</b>	<b>1,36,42,186</b>	<b>2,82,994</b>	<b>6,51,168</b>	<b>16,581</b>	<b>1,16,15,647</b>	<b>7,57,815</b>	<b>4,18,126</b>	<b>3,07,12,891</b>
<b>Accumulated Depreciation</b>										
Balance as at 31st March 2020	-	2,02,200	39,69,101	2,00,403	2,87,488	16,581	53,70,824	5,37,269	2,86,635	<b>1,08,70,501</b>
<b>Additions</b>	-	50,550	9,77,564	53,769	61,861	-	19,48,804	72,440	67,804	<b>32,32,792</b>
<b>Disposals</b>	-	-	-	-	-	-	5,32,412	27,644	-	<b>5,60,056</b>
<b>Balance as at 31st March 2021</b>	<b>-</b>	<b>2,52,750</b>	<b>49,46,665</b>	<b>2,54,172</b>	<b>3,49,349</b>	<b>16,581</b>	<b>67,87,216</b>	<b>5,82,065</b>	<b>3,54,439</b>	<b>1,35,43,237</b>
<b>Net Block</b>										
Balance as at 31st March 2020	14,53,142	6,15,032	93,73,085	82,591	3,63,680	-	68,91,280	2,25,255	75,898	<b>1,90,79,963</b>
<b>Balance as at 31st March 2021</b>	<b>25,11,142</b>	<b>5,64,482</b>	<b>86,95,521</b>	<b>28,822</b>	<b>3,01,819</b>	<b>-</b>	<b>48,28,431</b>	<b>1,75,750</b>	<b>63,687</b>	<b>1,71,69,654</b>

(in Rupees]

4	OTHER FINANCIAL ASSETS	As at 31st March, 2021	As at 31st March, 2020
	(Unsecured, considered good unless otherwise stated)		
	<b>NON-CURRENT</b>		
	Security and other deposits	6,26,299	11,26,299
	<b>Total</b>	<b>6,26,299</b>	<b>11,26,299</b>
5	DEFERRED TAX ASSETS AND LIABILITIES		
	Non-Current tax asset (net)	16,71,822	37,70,273
	<b>Total</b>	<b>16,71,822</b>	<b>37,70,273</b>
6	OTHER NON-CURRENT ASSETS		
	Security Deposits with excise, EB and Other Government Authorities	15,20,119	22,04,724
	Capital Advances		-
	Other Advance includes advances for material(s)		-
	Less: Allowance for bad and doubtful advances		-
	<b>Total</b>	<b>15,20,119</b>	<b>22,04,724</b>
7	INVENTORIES		
	Raw material	2,92,68,918	3,17,60,497
	Finished goods	5,60,49,950	5,22,07,462
	Other goods	4,60,597	8,65,233
	stores and spares	9,58,760	6,61,037
	<b>Total</b>	<b>8,67,38,225</b>	<b>8,54,94,229</b>
8	TRADE RECEIVABLES		
	(Unsecured unless otherwise stated)		
	Considered good		
	more than 180 days	11,72,522	-
	others	11,86,40,752	12,55,78,350
	<b>Total</b>	<b>11,98,13,274</b>	<b>12,55,78,350</b>

(in Rupees)

9	<b>CASH AND CASH EQUIVALENTS</b>	<b>As at 31<sup>st</sup> March, 2021</b>	<b>As at 31<sup>st</sup> March, 2020</b>
	<b>Cash on hand</b>	5,79,450	1,63,370
	<b>Balance with Banks</b>		
	in current accounts	31,23,870	76,88,885
	Term deposits with original maturity of less than three months		-
	Short term, highly liquid investments		-
	Treasury bills with original maturity of less than three months		-
	<b>BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS</b>		-
	Earmarked balances with banks		-
	unpaid dividend		-
	Margin money deposits		-
	Investments in term deposits [with original maturity of more than three months but less than twelve months]	86,24,461	1,05,29,588
	<b>Total</b>	<b>1,23,27,781</b>	<b>1,83,81,843</b>
<b>10</b>	<b>OTHER FINANCIAL ASSETS</b>		
	Advance to GENERAL PURCHASE	2,13,104	5,35,925
	Advance for RAW MATERIAL	22,64,645	21,42,137
	Advance for Expenses	4,56,270	3,51,914
	Advances Others	2,62,000	5,03,000
	<b>Total</b>	<b>31,96,019</b>	<b>35,32,976</b>
<b>11</b>	<b>OTHER CURRENT ASSETS</b>		
	TCS Receivable	2,35,457	-
	CENVAT receivable	79,324	79,324
	GST Input Credit	19,91,631	7,66,323
	Other advance [includes prepaid expenses etc]	1,08,760	1,51,706
	<b>Total</b>	<b>24,15,172</b>	<b>9,97,353</b>
<b>12</b>	<b>ASSETS HELD FOR SALE</b>		
	Free hold land	-	1,058,000
	<b>Total</b>	<b>-</b>	<b>1,058,000</b>

13. EQUITY SHARE CAPITAL	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2019
AUTHORISED CAPITAL			
1,10,00,000 EQUITY SHARES OF RS.10/- EACH			
40,000 6% REDEEMABLE CUMULATIVE PREFERENCE SHARES OF RS.10/- EACH			
ISSUED, SUBSCRIBED & FULLY PAID-UP CAPITAL			
51,24,800 [31st March 2021 51,24,800 and 1st April 2020 51,24,800]	5,12,48,000	5,12,48,000	5,12,48,000
Equity Shares of Rs.10/-each fully paid up in cash			

	As at 31st March, 2021		As at 31st March, 2020		As at 31st March, 2019	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>a) Reconciliation of the number of shares</b>						
<b>EQUITY SHARES</b>						
<b>Balance as at the beginning of the year</b>	51,24,800	51,24,800	51,24,800	51,24,800	51,24,800	51,24,800
<b>Add: shares issued during the year</b>	-	-	-	-	-	-
<b>Balance as at the end of the year</b>	51,24,800	51,24,800	51,24,800	51,24,800	51,24,800	51,24,800
<b>b) Rights, preference and restrictions attached to shares</b>						

Equity Shares - THE COMPANY HAS ISSUED ONLY ONE CLASS OF EQUITY SHARES HAVING A PAR VALUE OF RS.10 PER SHARE. EACH HOLDER OF EQUITY SHARE IS ENTITLED TO ONE VOTE PER SHARE. THE COMPANY DECLARES DIVIDEND IN INDIAN RUPEES. DIVIDEND WHEN PROPOSED

BY THE BOARD OF DIRECTORS IS SUBJECT TO THE APPROVAL OF THE SHAREHOLDERS AT THE ANNUAL GENERAL MEETING, EXCEPT IN THE CASE OF INTERIM DIVIDEND, IF ANY.

**c) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company**

	As at 31st March, 2021		As at 31st March, 2020		As at 31st March, 2019	
	Number of shares	% of holding	Number of shares	% of holding	Number of shares	% of holding
Mr. Rakesh Goyal (Equity Shares, 5.9444%)	304,640	5.944%	304,640	5.944%	304,640	5.944%

**d) Shares allotted as fully paid-up pursuant to contract(s) without payment of being received in cash during five years immediately preceding Mar 31, 2021**

The Company has not made any issue of Bonus Shares or shares in consideration other than cash in pursuance of any contract during the past five years preceding the reporting year

e) The Company has not bought back any shares during the five years immediately preceding the reporting year

(in Rupees]

14. OTHER EQUITY	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2019
A. Summary of Other Equity balance			
Capital Reserve			
Reserve State Subsidy	11,78,000	11,78,000	11,78,000
Forfeited Shares	19,99,888	19,99,888	19,99,888
Retained Earnings	2,75,53,370	3,43,65,357	5,89,85,747
Items of other Comprehensive Income			
- Remeasurements of defined benefit plans			
<b>Total Other Equity</b>	<b>3,07,31,258</b>	<b>3,75,43,245</b>	<b>6,21,63,635</b>

(in Rupees]

15	PROVISIONS	As at 31st March, 2021	As at 31st March, 2020
	<b>NON-CURRENT</b>		
	Provisions for employee benefits (pension, compensated absence and others) (refer note)	38,35,813	10,69,027
	Other provisions (including restructuring etc)		-
	<b>Total(A)</b>	<b>38,35,813</b>	<b>10,69,027</b>
	<b>CURRENT</b>		
	Provisions for employee benefits (pension, compensated absence and others) (refer note)		-
	<b>Total(B)</b>		-
	<b>Total (A +B)</b>	<b>38,35,813</b>	<b>10,69,027</b>
16	OTHER NON-CURRENT LIABILITIES	As at 31st March, 2021	As at 31st March, 2020
	Advance for land	2,56,00,000	13,01,11,191
	Employee and ex-employee related liabilities		-
	<b>Total</b>	<b>2,56,00,000</b>	<b>13,01,11,191</b>
17	SHORT TERM BORROWINGS	As at 31st March, 2021	As at 31st March, 2020
	Secured		
	HDFC car loan	2,16,825	14,01,248
	(Secured by hypothecation of Motor Car Under Hire purchase agreement)		-
	Unsecured		-
	From directors	9,50,11,191	-
	Inter corporate loans	-	15,00,000
	<b>Total</b>	<b>9,52,28,016</b>	<b>29,01,248</b>

(in Rupees]

<b>18</b>	<b>TRADE PAYABLE</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	DUES TO MICRO AND SMALL ENTERPRISES (as per intimation received from vendor)		
	a. Principal and interest amount remaining unpaid		
	b. Interest due thereon remaining unpaid		
	c. Interest paid by the Company in terms of Sections 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day		
	d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprise Act, 2006		
	e. Interest accrued and remaining unpaid		
	f. Interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to the small enterprises		
	<b>DUES TO OTHERS</b>		
	Acceptances	-	-
	Trade payable	1,01,34,342	33,13,212
	<b>Total</b>	<b>1,01,34,342</b>	<b>33,13,212</b>
<b>19</b>	<b>OTHER FINANCIAL LIABILITIES</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	NON-CURRENT		-
	Trade Security Deposits	3,00,002	3,00,002
	Lease Deposits	1,20,00,000	-
	<b>Total(A)</b>	<b>1,23,00,002</b>	<b>3,00,002</b>
	<b>CURRENT</b>		-
	Other payable (payable for purchase of property, plant and equipment, employee liability etc)		-
	<b>Total(B)</b>	-	-
	<b>Total (A +B)</b>	<b>1,23,00,002</b>	<b>3,00,002</b>
	a. There are no amounts due for payment to the Investor Education and Protection fund under section 125 of companies act 125 of the Companies Act 2013 as at 31st March 2021 (31st March 2020 Nil)		-



(in Rupees]

20	OTHER CURRENT LIABILITIES	As at 31st March, 2021	As at 31st March, 2020
	Salaries, wages, bonus and other employee payable	56,11,582	66,34,530
	Statutory dues (including provident fund, tax deducted at source and others)	29,54,098	7,81,434
	Advance from customers	7,06,657	8,835
	Other payables	59,32,451	64,64,411
	<b>Total</b>	<b>1,52,04,788</b>	<b>1,38,89,210</b>
21	DEFERRED TAX ASSETS AND LIABILITIES	As at 31st March, 2021	As at 31st March, 2020
	Non-Current tax liabilities (net)	16,71,822	37,70,273
	<b>Total</b>	<b>16,71,822</b>	<b>37,70,273</b>
	Non-Current tax liabilities (net)	-	1,96,55,205
	<b>Total</b>	<b>-</b>	<b>1,96,55,205</b>
	The Company has opted for settlement of disputed tax and penalty under Vivad Se Vishwas Scheme related to income tax disputed liabilities and the company has made entire tax payment under the scheme. The Company is yet to file Form-4.		
22	REVENUE FROM OPERATIONS	As at 31st March, 2021	As at 31st March, 2020
	Sale of products	51,51,77,010	50,53,20,233
	Other operating revenue		
	Others - sale of scrap, commission etc	46,22,091	32,58,690
	<b>Total</b>	<b>51,97,99,101</b>	<b>50,85,78,923</b>
23	OTHER INCOME	As at 31st March, 2021	As at 31st March, 2020
	<b>Interest Income</b>		
	- Bank deposits	14,34,189	18,00,738
	- Others	66,045	1,14,852
	Insurance claim received	60,950	1,73,133
	Sundry Balances written back	15,00,000	-
	Lease rent received	4,90,739	4,69,286
	<b>Total</b>	<b>35,51,923</b>	<b>25,58,009</b>

(in Rupees]

24	<b>COST OF MATERIALS CONSUMED</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	<b>Cost Of Raw Materials Consumed</b>		
	Opening Stock	3,17,60,497	3,84,60,516
	Add: Purchase	42,48,00,970	41,93,11,432
	Less: Closing Stock	2,92,68,918	3,17,60,497
	<b>Raw Material Consumed</b>	<b>42,72,92,549</b>	<b>42,60,11,451</b>
	<b>Manufacturing Expenses</b>		
	Carriage Inward	1,17,87,060	1,13,92,330
	Consumption Of Stores	1,54,11,728	1,51,40,207
	Machinery Maintenance	17,56,812	4,14,399
	<b>TOTAL</b>	<b>2,89,55,600</b>	<b>2,69,46,936</b>
	<b>TOTAL COST OF MATERIALS CONSUMED</b>	<b>45,62,48,149</b>	<b>45,29,58,387</b>
25	<b>CHANGES IN INVENTORIES OF FINISHED GOODS STOCK IN PROCESS &amp; STOCK-IN-TRADE</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	Closing Inventories :		
	Finished Goods	5,60,49,950	5,22,07,462
	Other Goods (Scrap)	4,60,597	8,65,233
	<b>Total</b>	<b>5,65,10,547</b>	<b>5,30,72,695</b>
	Opening Inventories :		-
	Finished Goods	5,22,07,462	5,42,57,937
	Other Goods (Scrap)	8,65,233	12,247
	<b>Total</b>	<b>5,30,72,695</b>	<b>5,42,70,184</b>
	<b>Change In Inventories</b>	<b>(34,37,852)</b>	<b>11,97,489</b>
26	<b>EMPLOYEE BENEFITS EXPENSES</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	Salary	2,71,57,079	2,77,86,279
	Leave Salary	10,25,071	16,45,096
	Bonus	26,50,501	19,06,248
	Gratuity	35,87,045	-
	P.F. Company's Contribution	24,23,493	24,18,365
	E.S.I Company's Contribution	6,53,231	7,37,145
	Staff Welfare	4,83,051	6,07,732
	<b>Total</b>	<b>3,79,79,471</b>	<b>3,51,00,865</b>

(in Rupees]

27	FINANCE COST	As at 31st March, 2021	As at 31st March, 2020
	Interest To Bank	55,944	2,39,307
	Bank Charges	1,061	11,039
	Interest To Others	3,85,852	2,18,352
	<b>Total</b>	<b>4,42,857</b>	<b>4,68,698</b>
28	OTHER EXPENSES	As at 31st March, 2021	As at 31st March, 2020
	<b>A. MANAGERIAL REMUNERATION:</b>		-
	Directors Remuneration	6,27,296	10,77,073
	<b>Total</b>	<b>6,27,296</b>	<b>10,77,073</b>
	<b>B. PAYMENT TO AUDITORS</b>		-
	Audit Fees	90,000	90,000
	Tax Audit Fees	35,000	35,000
	Certification & Other Services	1,20,000	1,20,000
	Income Tax Matters	-	3,00,000
	<b>Total</b>	<b>2,45,000</b>	<b>5,45,000</b>
	<b>C. INSURANCE EXPENSES</b>		-
	Insurance	4,96,582	8,43,014
	<b>Total</b>	<b>4,96,582</b>	<b>8,43,014</b>
	<b>D. POWER &amp; FUEL EXPENSES</b>		-
	Power & Fuel	86,87,628	95,84,891
	<b>Total</b>	<b>86,87,628</b>	<b>95,84,891</b>
	<b>E. OTHERS :</b>		-
	Advertisement	3,938	-
	AMC Charges	3,16,036	1,74,300
	Commission & Brokerage	33,46,110	12,64,410
	Conveyance	11,56,648	10,07,700
	Directors sitting fees	1,80,000	1,84,000
	Donation	96,000	1,82,100
	Fees	6,93,163	8,14,865
	Freight & Transportation	25,07,133	31,00,739
	Income tax Expense	-	42,744
	Internal Audit Fees	90,000	90,000

(in Rupees)

	<b>OTHER EXPENSES (Cont.)</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	Loss on sale of fixed assets	21,346	-
	Miscellaneous Expenses	9,72,458	14,33,631
	Office Maintenance	10,15,589	7,26,909
	Postage & Telegram	27,590	35,959
	Printing & Stationery	4,18,690	8,16,526
	Professional Charges	18,75,538	55,27,177
	Rates & Taxes	8,27,435	3,86,190
	Rent & Lease rent	11,55,072	11,99,864
	Repairs & Maintenance	10,00,454	10,45,961
	Sales Promotion	12,46,698	1,13,37,410
	Subscription & Membership	56,219	1,80,303
	Telephone	1,83,155	2,22,825
	Travelling Expenses	3,02,085	7,17,624
	Vehicle Maintenance	2,10,934	3,28,649
	Water Expense	23,400	43,295
	<b>TOTAL (E)</b>	<b>1,77,25,691</b>	<b>3,08,63,181</b>
	<b>Grand Total - Other expenses</b>	<b>2,77,82,197</b>	<b>4,29,13,159</b>
<b>29</b>	<b>Related Party Disclosure</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	<b>A) List of Related Parties</b>		
	<b>i) Key Managerial Personnel</b>		
	Rakesh Goyal (Managing Director)		
	Mahavir Singh (Whole-time Director)		
	M.T.Elumalai (Director)		
	Muruganandam (Company Secretary)		
	G.Chithra (Chief Financial Officer)		
	<b>ii) Relatives of Key Managerial Personnel</b>		
	Durga Devi Goyal		
	Seema Goyal		
	Drishya Goyal		
	Saatvik Goyal		

(in Rupees)

	Saachi Goyal		
	Indersain Goyal HUF(S)		
	Rakesh Goyal (HUF)		
	<b>B) Transactions with Related Parties</b>		
	Durga Devi Goyal - Lease Rent Received	3,36,000	3,13,097
	Seema Goyal (Salary)	7,00,000	5,00,000
	<b>Director's Salary, Bonus and Leave Salary</b>		
	Rakesh Goyal (Managing Director)	3,12,000	7,60,016
	Rajalakshmi (resigned on 06/02/2021)	1,46,650	1,94,139
	Narasimhan Sudharsan	3,06,677	3,58,330
	M.T.Elumalai	3,99,917	3,98,708
	Bishwasva Das	3,15,296	3,13,057
	<b>Consultation fees to Director</b>		
	Mahavir Singh (Whole-time Director)	-	16,37,372
	<b>C) Repayment of Loan</b>		
	Durga Devi Goyal	75,00,000	82,97,949
	Rakesh Goyal	-	3,20,13,243
	<b>D) Outstanding Balance with Related Party</b>		
	Durga Devi Goyal Receivable / (payable)	(9,50,11,191)	-
	Durga Devi Goyal - Lease Rent receivable/(payable)	33,040	33,040
	Seema Goyal (Salary)	-	-
<b>30</b>	<b>CONTINGENT LIABILITIES</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	On account of VAT appeal before Tribunal for reversal of input credit for AY2014-15	2,54,00,000	2,54,00,000
	On account of Income Tax penalty u/s 271(1)(c) for AY2011-12 filed by the department before ITAT, Chennai	-	82,00,000
	On Account of Income Tax Appeal Before ITAT, Chennai - A/Y 2011-12	-	1,16,06,700
	<b>Total</b>	<b>2,54,00,000</b>	<b>4,52,06,700</b>

<b>31</b>	<b>EARNING PER SHARE</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
	a) Basic & Diluted		
	Profit after tax	(68,11,987)	(2,46,20,391)
	Weighted average number of shares outstanding	51,24,800	51,24,800
	Basic & Diluted EPS Rs.	(1.33)	(4.80)
	Face Value Rs.	10.00	10.00

<b>32</b>	<b>GENERAL</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
a)	Balance in Sundry Debtors / Creditors and advances are subjected to confirmation		
b)	Previous Year's Figure have been Re-arranged and Re-grouped wherever necessary.		
c)	Tax Deducted at Source from the payment to contractors, Professional charges and salaries have been deposited in time.		
d)	Earnings in foreign exchange	NIL	NIL
e)	Expenditure in foreign currency	NIL	NIL
f)	Additional information pursuant to the provisions of Schedule - III of Companies Act, 2013 to the extent applicable to the company.		

**SIGNATURE TO NOTES TO ACCOUNTS FROM No: 1 to No. 32 as per report of even date**

As per our report of even date attached

**For ABHAY JAIN & CO**  
**Chartered Accountants**  
**FRN No: 00008S**

**For and on Behalf of the Board**

**A.K.Jain**  
**Partner**  
**M.No.070224**  
**UDIN: 21070224AAACK7795**

**BIVASHWA DAS**  
**[Managing Director]**  
**[DIN : 07352655]**

**M T ELUMALAI**  
**[Director]**  
**[DIN: 01278399]**

**Place: Chennai**  
**Date: June 30, 2021**

**Mrs.G.Chitra**  
**[Chief Financial Officer]**

**TAMILNADU STEEL TUBES LTD.**

**CIN: L27110TN1979PLC007887**

Regd. Office: Mercury Apts., 1st Floor, No. 65, Pantheon Road, Egmore, Chennai-600 008, TN  
Phones: 2855 5653 / 2855 5673; Fax: 091-044-2855 5643

E-mail: [tnsteel79@gmail.com](mailto:tnsteel79@gmail.com) / [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in) Website:  
[www.tamilnadusteeltubesltd.com](http://www.tamilnadusteeltubesltd.com)

Dear Shareholder,

RE : Green Initiative in Corporate : Go Paperless

The Ministry of Corporate Affairs ('Ministry') has taken a "Green Initiative in Corporate Governance" by allowing paperless compliances by companies through electronic mode. In accordance with the Circulars bearing No.17/2011 dated 21.04.2011 issued by the Ministry, companies can now send various notices/documents (including notice calling Annual General Meeting, Audited Financial Statements, Directors' Report, Auditors' Report etc.) to their shareholders through electronic mode, to the registered e-mail addresses of the shareholders.

It is a welcome move for the society at large, as this will reduce paper consumption to a great extent and allow public at large to contribute towards a greener environment.

This is also a golden opportunity for every shareholder of Tamilnadu Steel Tubes Limited (the Company) to contribute to the Corporate Social Responsibility initiative of the Company. All you have to do is to register your e-mail id with the Company to receive communication through electronic mode.

**Advantages of registering for E-communication:**

Receive communication promptly. Reduce paper consumption and save trees. Eliminate wastage of paper. Avoid loss of document in postal transit. Save costs on paper and postage.

We therefore, invite you to contribute to the cause by filling up the form given along with for registering your e-mail ID and send it back to us.

Kindly note that you still wish to get a hard copy/physical copy of all the communications, the Company undertakes to provide the same at no extra cost to you. In case you desire to receive the above mentioned documents in physical form, you are requested to send an e-mail to [tnt.share@yahoo.in](mailto:tnt.share@yahoo.in) or send a letter to the address as mentioned above.

**Registration / Updating of E-Mail IDs and Bank Details**

Members are requested to support "Green Initiative" by registering their e-mail address with the company, if not already done.

Those Members, who have changed their e-mail ID, are requested to register their new e-mail ID with the Company in case the shares are held in physical form and with the Depository Participant where shares are held in Demat mode. Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is required to maintain Bank details of its Members for the purpose of payment of Dividends etc. Members are requested to register / update their bank details with the Company in case shares are held in physical form and with their depository Participants as well as the Company where shares are held in dematerialized mode, to enable expeditious credit of the dividend to their bank accounts electronically through ACH.

For TAMILNADU STEEL TUBES  
LIMITED

Sd/-  
BIVASHWA DAS  
Managing Director



**E-COMMUNICATION REGISTRATION FORM**

To

M/s Tamilnadu Steel Tubes Ltd.

**Mercury Apartments, 1st Floor,**

No.65, Pantheon Road,

Egmore,

CHENNAI -600 008

Dear Sir / Madam,

**RE: Green Initiative in Corporate Governance**

I agree to receive all communication from the Company in electronic mode. Please register my e-mail id in your records for sending communication through e-mail.

Folio No. / DP ID & Client ID :

Name of the 1st Registered Holder : \_\_\_\_\_

Name of the Joint Holder (s): \_\_\_\_\_

Registered Address: \_\_\_\_\_

e-mail ID: \_\_\_\_\_

**Signature of the First Holder**