

Chairman's Speech

at the

104th Annual General Meeting

29th September, 2022

Good Morning!

Ladies & Gentlemen

On behalf of the Board of Directors of the Company, it is a great honour and privilege for me to extend a very warm welcome to all of you at the 104th Annual General Meeting of Your Company.

The Directors' Report and the Audited Statement of the Accounts for the year FY 2021-22 and the Notice to the Shareholders have already been circulated and with your permission, I take them as read.

1) Performance of Your Company:

I am pleased to inform you that the Company has achieved some progress towards resumption of mining operations.

In case of Bagiaburu Mines, forest clearance was granted in Sep'2021. The Company executed supplementary lease deed for the period from 11/10/2021 to 101/10/2041. Public Hearing has been completed and the necessary documents have been submitted to MoEF for the purpose of Environment Clearance. Mining Contractor is already in place.

In case of Belkundi Mines, the Mining Lease is valid up to 15/05/2026 and our proposal for Extension of Forest Clearance Co-terminus with the Mining Lease is under consideration of MoEF. For Environment Clearance, we are pursuing for Public Hearing. In the meantime, we are processing a tender for appointment of Mine Development cum Operator.

In case of Bhadrasahi mines, the Mining Lease is valid up to 30.09.2030 and we are pursuing for Co-terminus Extension of Forest Clearance and Public Hearing for Environment Clearance.

As you are aware, the Company had obtained permission for sale of un-disposed stocks of Bhadrasahi Mines. Based on this, the Company realised an Operational Income of Rs.82.68 Cr during the year. However, the Company incurred a loss of Rs.14.49 Cr mainly due to reduction in Interest Income and amortisation of Rs.12.95 Cr expenses incurred on Mining Lease renewal for Bagiaburu mines (Rs 10.78 Crs towards stamp duty and registration) and NPV payment for Bhadrasahi mines (Rs 3.65 Crs).

The Company has obtained permission from the Hon'ble Supreme Court for sale of un-disposed stock in case of the other 2 mines and the Company is in the process of obtaining other necessary clearances for commencement of sales.

2) Looking Ahead

The company is committed for renewal of mining operations and also geared up to move forward towards growth and better future by resolving the pending issues and effectively defending against the litigations.



3) Dividend for the year FY 2021-22

In view of the accumulated losses incurred by the Company during financial Year 2021-22, your Company have not proposed any dividend.

4) Corporate Governance

OMDC as a responsible Corporate citizen strongly believes in complying with the basic principles of Corporate Governance i.e. accountability, transparency, fairness and responsibility. Your company being a Central Public Sector Enterprise (CPSE) has been complying in toto with various guidelines issued by DPE/DoPT/DOE and various other government organizations.

Your Company has been adhering to the principles of good Corporate Governance so as to ensure ethical and efficient conduct of the affairs of the Company. OMDC aims at not only its own growth but also maximization of benefits to the shareholders, employees, customers, government and also the general public at large. For this purpose the company is continuously striving to improve its level of overall efficiency through good corporate governance practices in all its operations which are vital to achieve its Vision.

5) Corporate Social Responsibility (CSR)

Corporate Social Responsibility (CSR) has been an integral part of our business philosophy and your Company has been following it much before it became a norm for the corporate sector in India. As the Average net profits of OMDC for the last three years is negative, no amount was allocated to CSR during FY 2021-22

However, Your Company is focused in areas such as Health, Education, Employment generation, Empowerment of women and Drinking Water etc. which are enumerated under schedule VII of Companies Act, 2013.

6) Acknowledgment

On behalf of your Company's Board of Directors, I wish to convey my sincere thanks to the valued Shareholders for their continuous support and reposing trust on us. This motivates us to excel in all our pursuits and constant endeavour to create value for the stakeholders.

I take this opportunity to thank the Government of India, Ministry of Steel, Ministry of Mines, Ministry of Environment and Forest & Climate Change, Ministry of Corporate Affairs, other Departments of Government of India, Government of Odisha, and all other Authorities and Regulatory bodies for their unstinted support and valuable guidance.

I also appreciate the continued and dedicated efforts put in by all the employees/unions to overcome many challenges faced during the year. Last but not the least, I would like to thank my colleagues on the Board who have given their valuable time and assistance in charting Company's progressive move.

I thank you all once again and offer my best wishes for a very joyous festive season ahead.

Thank you and Jai Hind.

(Shri Atul Bhatt)
Chairman