

**95<sup>TH</sup> ANNUAL REPORT & ACCOUNTS  
FOR THE YEAR ENDED  
31<sup>ST</sup> MARCH, 2013**



**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

(A GOVERNMENT OF INDIA ENTERPRISE)

"SOURAV ABASAN"

2ND FLOOR

AG - 104, SECTOR - II

SALT LAKE CITY

KOLKATA - 700 091

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E-mail : [info.birdgroup@nic.in](mailto:info.birdgroup@nic.in)

Website : [www.birdgroup.gov.in](http://www.birdgroup.gov.in)

**BOARD OF DIRECTORS**

Shri Amrendra Prasad Choudhary	Ex-Officio Non Executive
Shri Umesh Chandra	Managing Director*
Shri Lokesh Chandra	Government of India, Nominee Director
Smt Uma Menon	Non Executive Independent Director
Shri T. Chattopadhyay	Non Executive Independent Director, Nominee of LIC

\*Director holding additional charge of Managing Director

**CFO**

Shri. T. K. Saha

**SECRETARY**

Smt. S. Das

**AUDITORS**

M/S L.B. Jha & Co.  
Chartered Accountants

**BANKERS**

State Bank of India	(Bikash Bhavan, GOC, Salt Lake, Kolkata)
State Bank of India	(Barbil, Orissa)
State Bank of India	(Bhubaneswar Branch)
State Bank of India	(New Delhi Branch)
Bank of Baroda	(Barbil, Orissa)
Bank of India	(Salt Lake, Kolkata)
Oriental Bank of Commerce	(Salt Lake, Kolkata)
IDBI Bank	(Salt Lake, Kolkata)
Corporation Bank	(Salt Lake, Kolkata)
Allahabad Bank	(Salt Lake, Kolkata)
United Bank of India	(Salt Lake, Kolkata)
UCO Bank	(Salt Lake, Kolkata)

**REGISTERED OFFICE**

"Sourav Abasan" 2nd Floor  
AG-104, Sector-II  
Salt Lake City  
Kolkata-700091  
Tel : (033) 4016-9200  
Fax : (033) 4016-9267  
E-mail : [info.birdgroup@nic.in](mailto:info.birdgroup@nic.in)  
Website : [www.birdgroup.gov.in](http://www.birdgroup.gov.in)

**REGISTRAR AND TRANSFER AGENT**

CB Management Service (P) Ltd.  
P-22, Bondel Road, Kolkata-700019  
Phone : (033) 4011-6700/11/18/23  
Fax : (033) 4011-6739  
E-mail : [rta@cbmsl.com](mailto:rta@cbmsl.com)

**MINES OFFICE**

P.O Thakurani,  
Via – Barbil,  
Dist. Keonjhar,  
Odisha - 758035  
Tel : (06767) 275218/  
379/382  
Fax : (06767) 275530  
E-mail: [omdctk@dte.vsnl.net.in](mailto:omdctk@dte.vsnl.net.in)

# **BOARD OF DIRECTORS**



**Shri A. P. Choudhary**  
**Chairman**



**Shri Umesh Chandra**  
**Managing Director**



**Shri Lokesh Chandra**  
**Director**



**Smt Uma Menon**  
**Director**



**Shri T. Chattopadhyay**  
**Director**

## **VISION AND MISSION**

### **VISION**

- To become a world class, socially responsible, green mining Company maximizing value of all stakeholders.

### **MISSION**

- To ensure sustainable growth of the Company by having synergy with all stake holders and maximization of returns, while following best practices of corporate governance and promoting ecological balance and mineral conservation.
- To ensure high level of customer satisfaction.
- To achieve international standards of productivity by scientific mining & adequate thrust on R & D, power consumption, environmental standards, preservation of flora & fauna, water resources.
- To share developmental benefits with people living in & around mines, while improving the welfare of employees.
- To expand the mining activities in other minerals like Coal, Chromites and other rare minerals in and outside the country by acquiring new mines.

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**NOTICE**

Notice is hereby given that the 95<sup>th</sup> Annual General Meeting of The Orissa Minerals Development Company Limited will be held at Purbashree Auditorium of Eastern Zonal Cultural Centre at Bhartiyam Cultural Multiplex, IB-201, Sector-III, Salt Lake, Kolkata-700106 on Friday, the 20<sup>th</sup> day of September, 2013 at 11.00 AM to transact the following business:

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Statement of Profit & Loss of the Company for the year ended 31<sup>st</sup> March, 2013 and the Balance Sheet as at that date together with the Report of the Directors' and Auditors and comments of the Comptroller and Auditor General of India thereon.
2. To declare dividend.
3. To appoint a Director in place of Shri Umesh Chandra, who retires by rotation and, being eligible, offers himself for re-appointment.
4. To fix remuneration of Auditors under provision of section 224(8)(aa) of the Companies Act, 1956.

In this respect to consider and, if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

**“RESOLVED THAT**

pursuant to Section 224(8)(aa) of the Companies Act, 1956, that the Statutory Auditors of the Company, appointed by the Comptroller & Auditor General of India for the financial year 2013-14 under provision of Section 619(2) of the Companies Act, 1956, be paid a remuneration as may be determined by the Board plus out of pocket expenses for conduct of audit.”

**SPECIAL BUSINESS:**

5. To consider and, if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

**“RESOLVED THAT**

Shri Lokesh Chandra, who was appointed as an Additional Director of the Company and who holds office as such upto the date of the ensuing Annual General Meeting and in respect of whom a Notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri Lokesh Chandra, as a candidate for the office of the Director of the company, be and is hereby appointed as a Director of the company whose period of office will be liable to determination by retirement by rotation.”

6. To consider and, if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

**“RESOLVED THAT**

Smt Uma Menon, who was appointed as an Additional Director of the Company and who holds office as such upto the date of the ensuing Annual General Meeting and in respect of whom a Notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Smt Uma Menon, as a candidate for the office of the Director of the company, be and is hereby appointed as a Director of the company whose period of office will be liable to determination by retirement by rotation.”

By Order of the Board  
Sd/-

**Smt S. Das**  
Company Secretary

Registered Office  
“ Sourav Abasan”  
2nd Floor, AG-104  
Sector-II, Salt Lake City  
Kolkata-700 091

Dated: 5<sup>th</sup> August, 2013

**NOTES :**

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED TO THE REGISTERED OFFICE OF THE COMPANY AT LEAST FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- b) Members / Proxies are requested to bring their admission slips along with copy of the Annual Report to the Annual General Meeting.
- c) Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.
- d) Register of Members and Share Transfer Books for the equity shares of the Company will remain closed from Thursday, September 12<sup>th</sup>, 2013 to Friday, September 20<sup>th</sup>, 2013 (both days inclusive).
- e) The Dividend, after declaration, will be paid to those shareholders, whose names stand on the Register of Members on 20<sup>th</sup> September, 2013. The dividend in respect of shares held in the electronic form will be paid to the beneficial owners of shares, whose names appear in the list furnished by the Depositories for this purpose as on the end of business hours of 11<sup>th</sup> September, 2013. The dividend shall be paid on and from 7<sup>th</sup> October, 2013.
- f) SEBI has made it mandatory for all companies to use bank account details furnished by the depositories for depositing dividend through National Electronic Clearing Service (NECS) to investors wherever NECS and bank details are available. In absence of NECS facilities, the company will print the bank account details, if available, on the payment instrument for distribution of dividend. The Company provides the facility for remittance of dividend to Shareholders through NECS (National Electronic Clearing Service) / RTGS (Real Time Gross Settlement) / NEFT (National Electronic Funds Transfer). Shareholders who have not yet availed the NECS/RTGS/NEFT facility and wish to avail the same may have their bank details, including MICR (Magnetic Ink Character Recognition) and IFSC (Indian Financial System Code) number updated with their respective Depository Participants (DPs) or RTA where shares are held in the dematerialized form and in the physical form, respectively.
- g) Members can avail of the nomination facility by filing (Form 2B) with the Company. Blank forms will be supplied on request.
- h) Please note that as per the notifications of SEBI, the Company's equity shares have been under compulsory demat trading mode for all the investors. You are therefore, requested to demat your shareholding to avoid inconvenience in future.
- i) To receive all communication promptly, please update your address registered with the Company or Depository Participant, as may be applicable.
- j) Pursuant to Section 205A and 205C of the Companies Act 1956, the Company is required to transfer unpaid dividends remaining unclaimed and unpaid for the period of 7 years from the due date(s) to the Investor Education and Protection Fund (IEPF) set up by the Central Government.

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Unclaimed final dividend for the year 2005-06 is due for transfer to Investors' Education and Protection Fund (IEPF) established by Government of India on or after 9<sup>th</sup> October, 2013. All shareholders, whose dividend is unpaid, are requested to lodge their claim with M/s CB Management Services (P) Limited, the Registrar & Transfer Agents of the Company by submitting an application latest by 18<sup>th</sup> September, 2013. Kindly note that no claims will lie against the Company or the IEPF once the dividend amount is deposited in IEPF.

Members who have not encashed their dividend warrants within their validity period may write to the Company at its Registered Office or CB Management Services (P) Ltd, Registrar & Transfer Agents of the Company, for revalidating the warrants or for obtaining duplicate warrants/ or payment in lieu of such warrants in the form of demand draft.

- k) Brief resume of Directors seeking appointment/re-appointment including nature of their expertise in specific functional areas and names of companies in which they hold directorship and membership/chairmanship of Board Committees, as stipulated under clause 49 of the Listing Agreement with the Stock Exchange, are as under:

**Information pursuant to Clause 49 of the Listing Agreement in connection with the Directors seeking appointment/re-appointment**

<b>Name of the Director</b>	Shri Lokesh Chandra	Smt Uma Menon
<b>Date of Birth</b>	30.11.1970	17.11.1972
<b>Date of Appointment</b>	01.05.2013	24.05.2013
<b>Qualification</b>	Indian Administrative Service(IAS:93:MH) M.Tech (Structures) from IIT, Delhi B.E.(Civil) from Allahabad University, Allahabad	M Sc in Environmental Studies  PG Diploma in Journalism.
<b>Experience</b>	Presently Mr Lokesh Chandra is Joint Secretary of Ministry of Steel, Govt of India. He has more than 15 years of experience working in different departments of Govt of India.	Smt. Menon is associated with Indian Institute of Sustainable Development as Director, working towards sustainable development in mines and mine closings. She was awarded by the Indo-Russian Centre as "Outstanding woman of the year 2007" -Environment. She is founder of "Proactive Earth Care Society", an NGO working with children to create environmental awareness.
<b>Directorship Details</b>	1. Rashtriya Ispat Nigam Limited. 2. KIOCL Limited. 3. MOIL Limited. 4. Hindusthan Steelworks Construction Limited. 5. Eastern Investments Limited. 6. The Bisra Stone Lime Company Limited.	1. Eastern Investments Limited. 2. The Bisra Stone Lime Company Limited.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

<b>Membership of Committees</b>	Nil	<p>1) Audit Committee BSLC-Member EIL- Member, OMDC-Member</p> <p>2) Shareholders/Investors Grievance Committee OMDC(Chairperson), BSLC (Chairperson), EIL (Chairperson).</p> <p>3) Remuneration Committee EIL- Member BSLC--Member</p>
<b>Number of Shares held in the Company</b>	Nil	Nil

<b>Name of the Director</b>	Shri Umesh Chandra	
<b>Date of Birth</b>	02.07.1954	
<b>Date of Appointment</b>	01.06.2011	
<b>Qualification</b>	Bachelor of Engineering (Mechanical)	
<b>Experience</b>	<p>He joined Visakhapatnam Steel Plant in 1990 as a Manager. He worked in various senior positions in departments such as Power Engineering Maintenance, Thermal Power Plant, Steel Melt Shop, Central Maintenance Mechanical and Wire Rod Mill. He spearheaded the modernization and up-gradation of major units at VSP. He is actively associated in the expansion of capacity of Vishakhapatnam Steel Plant from 3 Million Tons to 6.3 Million Tons of Liquid Steel and monitoring the commissioning and stabilizing of the expansion Plant.</p> <p>He is a member of the Board of Directors of RINL since November 2008. He is responsible for policy formulation/execution and spearheading the vital plant operations, right from mining/raw-material stage to finished product stage and also the IT infrastructure &amp; application.</p> <p>As a member of the Board he is actively involved in ensuring the long term raw material security for VSP. Some of the projects which are under consideration are Joint Ventures with NMDC for slurry pipe line for transportation of Iron Ore, acquisition of Iron Ore mines in the States Jharkhand, Odisha, Chhattisgarh, Rajasthan and A.P. He is also a member of the Board of RINMOIL, the Joint Venture project with MOIL for Ferro-Alloy plant in A.P.</p>	
<b>Directorship Details</b>	<p>a) Rashtriya Ispat Nigam Ltd. b) RINMOIL Ferro Alloys Pvt. Ltd. c) The Bisra Stone Lime Company Limited. d) Eastern Investments Limited.</p>	
<b>Membership of Committees</b>	Nil	
<b>Number of Shares held in the Company</b>	Nil	

**REQUEST TO MEMBERS**

Members desirous of getting Information/Clarification on the Accounts and Operations of the company or intending to raise any query are requested to forward the same at least 7days in advance of the meeting to the Company Secretary at the office address so as the same may be attended appropriately.

**KIND ATTENTION OF SHAREHOLDERS  
HOLDING SHARES IN PHYSICAL FORM**

The Shares held by you in physical form can be easily dematerialized i.e. converted into electronic form. The various benefits derived out of dematerialization of shares are:

1. Immediate transfer of securities.
2. No stamp duty on transfer of securities.
3. Elimination of risk associated with physical certificates such as bad delivery, fake securities, etc.
4. Reduction in paperwork involved in transfer of securities.
5. Reduction in transaction cost.
6. Nomination facility.
7. Changes in address recorded with DP get registered electronically with all Companies in which investor holds securities in demat form, eliminating the need to correspond with each of them separately.
8. Transmission of securities is done by DP eliminating correspondence with Companies.
9. Convenient method of consolidation of folios/accounts.
10. Automatic credit into demat account, of shares, arising out of split/ consolidation / merger.

You are, therefore, requested to:

- a) Approach any Depository Participant (DP) of your choice for opening a Demat Account.
- b) Fill in a Demat Request Form(DRF) and handover the relative physical share certificate(s) to your DP for Dematerialization of your shares.

Shares will get converted into electronic form and automatically credited to your Demat Account.

**Important Communication to Members**

The Ministry of Corporate Affairs has taken a "Green initiative in the Corporate Governance" by allowing paperless compliances by the Companies and has issued a Circular stating that service of notice/ documents including annual report can be sent by e-mail to its members. We request you to join us in this noble initiative and look forward to your consent to receive the annual report in electronic form. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold shares in physical form are requested to register the same with OMDC Limited or our Registrar and Transfer Agent, M/S C B Management Services (P) Ltd, P-22, Bondel Road, Kolkata – 700 019 to enable the Company to send the Annual Reports through e-mail instead of physical form.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956.**

**Item No. 5**

Shri Lokesh Chandra, Joint Secretary, Ministry of Steel, Govt of India was appointed in the Board as an Additional Director of the Company effective from 1.05.2013 pursuant to the provision of Section 260 of the Companies Act, 1956 and Article No. 94 of the Articles of Association of the Company.

Shri Lokesh Chandra holds office till the date of the ensuing Annual General Meeting of the Company. A Notice from a member of the Company under Section 257 of the Companies Act, 1956 has been received proposing, the appointment of Shri Lokesh Chandra as a Non-Executive Director of the Company.

Your Directors recommend his appointment in the interest of the Company. No other director except Shri Lokesh Chandra in his personal capacity is interested or concerned in the Resolution.

**Item No. 6**

Smt Uma Menon was appointed as an Additional Director of the Company effective from 24.05.2013 pursuant to the provision of Section 260 of the Companies Act, 1956 and Article No. 94 of the Articles of Association of the Company.

Smt Uma Menon holds office till the date of the ensuing Annual General Meeting of the Company. A Notice from a member of the Company under Section 257 of the Companies Act, 1956 has been received proposing, the appointment of Smt Uma Menon as a Non-Executive Director of the Company.

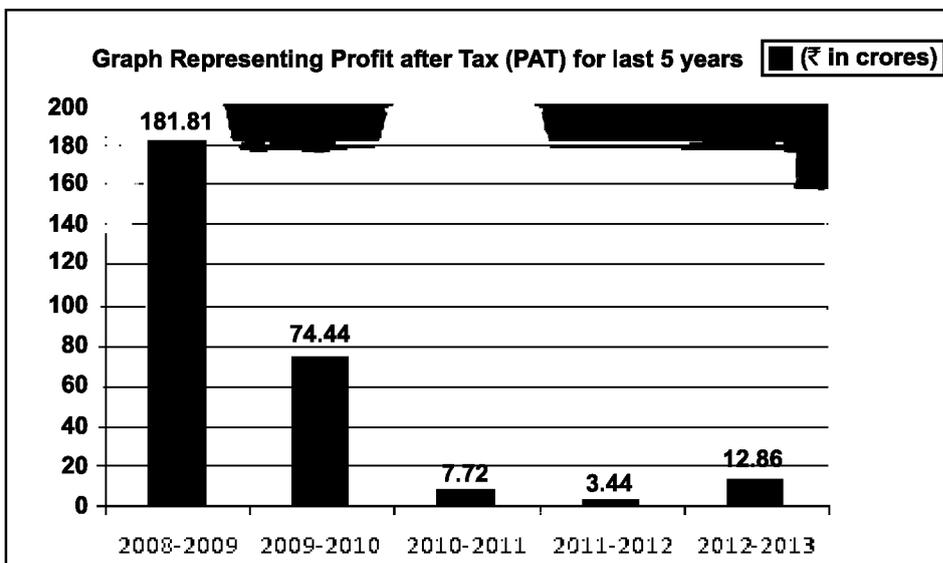
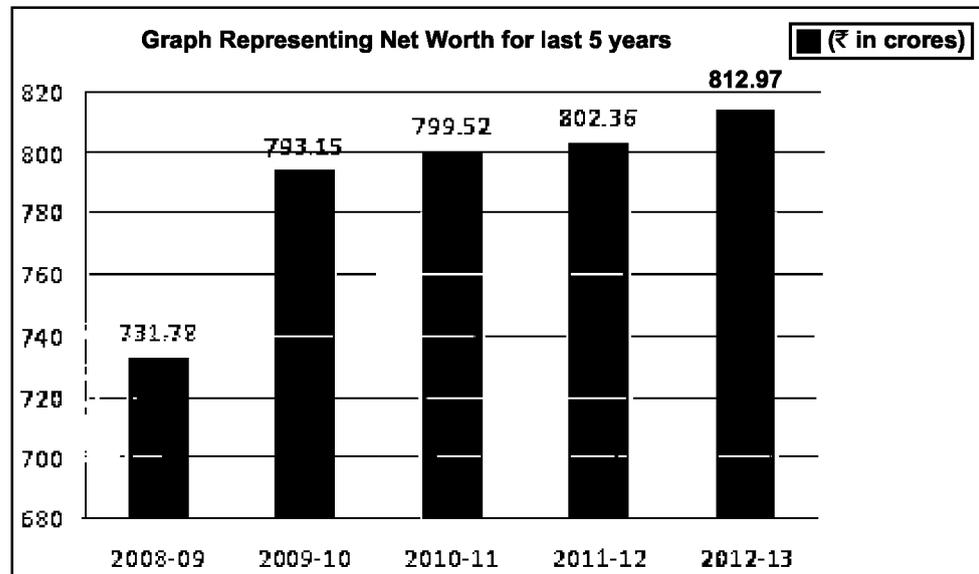
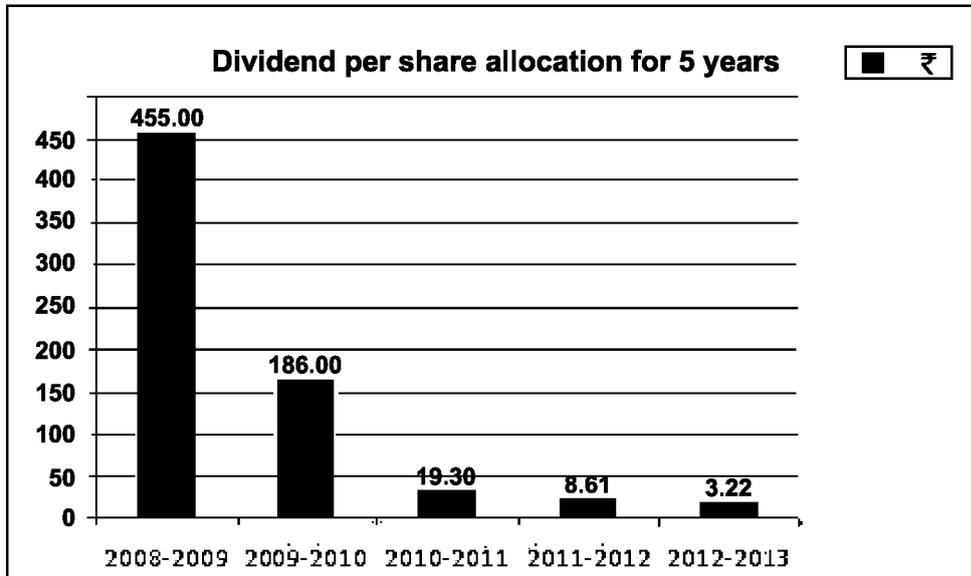
Your Directors recommend her appointment as Independent Director in the interest of the Company.

No other director except Smt Uma Menon in her personal capacity is interested or concerned in the Resolution.

**PHYSICAL AND FINANCIAL PERFORMANCE FOR LAST FIVE YEARS AT A GLANCE**

<b>Particulars</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>
<b>Production Lakh Tonnes</b>					
<b>Iron Ore</b>	16.60	5.64	0.70	-	-
<b>Manganese Ore</b>	0.32	0.17	0.13	-	-
<b>Sponge Iron</b>	0.03	0.08	0.02	-	-
<b>Sales – Lakh Tonnes</b>					
<b>Iron Ore</b>	17.34	6.43	2.22	-	-
<b>Manganese Ore</b>	0.26	0.19	0.07	-	-
<b>Sponge Ore</b>	0.02	0.06	0.04	0.01	-
<b>Finance - ₹ in crores</b>					
<b>Turnover</b>	271.81	82.35	44.83	1.53	-
<b>Gross Margin</b>	289.29	114.81	38.71	6.91	35.07
<b>Profit Before Tax</b>	286.24	112.26	13.34	8.28	26.25
<b>Profit After Tax</b>	181.81	74.44	7.72	3.44	12.86

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**





**Mr. A. P. Choudhary, Chairman**

**Chairman's Speech at the 95<sup>th</sup> Annual General Meeting on 20<sup>th</sup> September, 2013**

**Dear Shareholders,**

I feel privileged in welcoming you all to the 95<sup>th</sup> Annual General Meeting of your Company. I take this opportunity to thank you and look forward to your continued support.

The Directors' Report and the Audited Statement of the Accounts for the year 2012-13 and the Notice to the Shareholders have already been circulated and with your permission, I take them as read.

**1) Operating Performance of Your Company:**

The mines remained inoperative during the year due to non-renewal of mining leases and non-receipt of forest and environmental clearances. For Kolha-Roida mines, for which all clearances including Environment Clearance was obtained last year, mining permission is yet to be granted by the Government. The matter is being vigorously pursued by the company along with the Ministry of Steel with various authorities of the State Government and Central Government so as to enable the company to resume its mining operations at an early date. Hon'ble Minister of Steel has also taken up the matter with the Hon'ble Chief Minister of Odisha.

As mines remained inoperative, your company could not earn any revenue from sales. However, through judicious investment of company reserve / surplus funds in nationalized banks as per DPE guidelines, other income of ₹7998.11 lakhs could be achieved in 2012-13 with an increase of 34% over the previous year. The expenditure was curtailed to ₹4437.25 lakhs with a reduction of 18% over the previous year. This helped company to earn profit before tax of ₹2625.04 lakhs as compared to ₹828.50 lakhs in the previous year registering an increase of 217%. Profit after tax had been ₹1286.42 lakhs as compared to ₹344.34 lakhs during the previous year registering an increase of 274%.

**2) Dividend For The Year 2012-13**

We have been consistently rewarding our shareholders with dividend, even when there has been no mining and sales activity in any of the mines of OMDC.

For the year 2012-13, the Company recommended a dividend of ₹3.22 per equity share of ₹1/. The total dividend payout for the year 2012-13 works out to be ₹226.03 lakhs inclusive of ₹32.83 lakhs towards tax on dividend.

**3) Looking Ahead**

The Corporate Business Plan 2012- 2022 of the company envisages increase in Iron Ore production from 2 Mtpa to 10 Mtpa and Manganese ore from 0.4 Mtpa to 1 Mtpa, besides installation of 2 Mtpa Iron Ore Beneficiation Plant and 2 Mtpa Pelletisation Plant at Thakurani, District-Keonjhar, Odisha. Actions in this direction have commenced.

The company has plans to go for departmental mining operation as against contractual mining in the past. For this, Project Reports got prepared through MECON for all the six mines in order to introduce the latest state of art mining operations/ efficiencies. Memorandum of Understanding is under discussions for a Joint Venture between OMDC / RINL / KIOCL for setting up of the Beneficiation and Pelletisation Plant.

Keeping in view the future requirement of power for mining and value addition projects, your company filed applications for Thermal Coal blocks, 3 (three) for Commercial Mining and one

for specific end use (Power/Steel) under Rule-4 of Auction by competitive bidding of Coal Mine Rule, 2012 and being pursued. The company has deployed CISF and now planning to go for GPS base surveillance system to prevent pilferages.

**4) Adverse Impact of the Indian Stamp (Odisha Amendment) Act, 2013 and action taken by OMDC:**

The stamp duty chargeable on the instruments of grant or renewal of mining lease has been revised through the Indian Stamp (Odisha Amendment ) Act, 2013 with effect from 10th May, 2013. As per the provisions, the stamp duty payable on every instrument of grant or renewal of mining lease shall be equivalent to 15% of the amount of average royalty that would accrue out of the highest annual extraction of minerals permitted under the approved mining plan or mining scheme, as the case may be, for such mining lease under the provisions of the Mines and Minerals ( Development & Regulation ) Act, 1957 and the rules made there under in force, multiplied by the period of such mining lease.

Considering its likely huge impact on the operations of the Company, two separate Writ Petitions were filed in the High Court of Orissa. The High Court of Orissa heard both the above petitions on 17th July, 2013 and passed an order for interim stay of the impugned Indian Stamp.

The Federation of Indian Mineral Industries (FIMI) has been spearheading the case of the mining industries and is monitoring the cases to file a "Caveat" in the Supreme Court of India. OMDC is contemplating to join with FIMI to file "Caveat" in Supreme Court so that Govt. of Odisha need to attend the case at High Court only. So far OMDC has not received any demand note from any Govt Authorities in this regard.

**5) Corporate Governance**

Your Company is focused with great diligence on maintaining the highest standards of Corporate Governance by ensuring transparency in all aspects of its operations. The Corporate Governance Report has been incorporated as a separate section in the Annual Report and your Company complies with the Corporate Governance Guidelines for Government Companies as enunciated by the Department of Public Enterprises, Government of India.

**6) Corporate Social Responsibility (CSR)**

Corporate Social Responsibility (CSR) has been an integral part of our business philosophy much before it became a norm for the corporate sector in India. The Company has an avowed policy of allocating fund upto 5 per cent of its retained profit of the previous year towards CSR activities in the current year. Your Company's CSR activities are focused in the areas such as Health, Education, Drinking Water etc.

**7) Acknowledgement**

I would like to take this opportunity to thank all the shareholders of the company for their continued support and encouragement. I would also like to thank and acknowledge the immense contributions made by the employees for their dedicated services. On behalf of the company and the shareholders, I also want to put on record my sincere thanks for the guidance and cooperation extended by the Ministry of Steel, Government of India, Ministry of Mines, Ministry of Environment and Forest, Ministry of Corporate Affairs, Government of West Bengal and Odisha and other Departments of Government of India.

Thank you and Jai Hind.

Dated: 20<sup>th</sup> September, 2013

Place: Kolkata

**(A P Choudhary)**

Chairman

**DIRECTORS' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2013**

Dear Members,

On behalf of the Board of Directors of the Company, I take great pleasure in presenting the 95<sup>th</sup> Annual Report of the Company for the financial year ended 31<sup>st</sup> March, 2013 together with the Audited Statements of Accounts, the Auditors' Report and Comments on the Accounts by the Comptroller and Auditor General of India.

**1. FINANCIAL RESULTS**

The financial results of OMDC for the year 2012-13 in comparison with previous financial year 2011-12 are highlighted here in **Table-1** below :

**TABLE-1**

<b>Particulars</b>	<b>For the year ended 31-03-2013 (₹ in Lacs)</b>	<b>For the year ended 31-03-2012 (₹ in Lacs)</b>
<b>Income:</b>		
<b>Revenue From Operations</b>	-	152.54
<b>Other Income</b>	7998.11	5965.58
<b>Total Income</b>	7998.11	6118.12
<b>Total Expenditure</b>	4437.25	5416.71
<b>Total Expenditure including Prior Period Items &amp; Extraordinary Items</b>	4491.47	5426.27
<b>Profit and Loss after charging all expenses but before providing for depreciation.</b>	3506.64	691.85
<b>Depreciation</b>	881.60	(136.65)
<b>Net Profit Before Tax</b>	2625.04	828.50
<b>Provision For Tax (Net)</b>	1338.62	(484.16)
<b>Net Profit After Tax</b>	1286.42	344.34
<b>Balance B/F from Previous Year</b>	48235.27	47985.41
<b>Profit available for Appropriations</b>	49521.69	48329.75
<b>Appropriations :</b>		
<b>General Reserve</b>	128.64	34.43
<b>Proposed Dividend</b>	193.20	51.66
<b>Dividend Tax</b>	32.83	8.38
<b>Surplus carried to Balance Sheet</b>	<b>49167.02</b>	<b>48235.27</b>

It can be observed from the above table that Company has made a profit of ₹12.86 crores which was possible only through judicious investment of company reserve/ surplus fund in nationalized banks as per DPE guidelines.

OMDC was operating six mining leases of Iron ore and Manganese ore in the State of Odisha. Presently, the company is not carrying out any mining activity since the mining leases have expired and the company is vigorously pursuing the matter of renewal of mining leases with the State Government and Central Government authorities so as to enable it to resume its mining operations at an early date. Considerable progress was made in obtaining several statutory approvals and permissions for re-commencement of the mining operations.

## **2. REVIEW OF THE FINANCIAL PERFORMANCE**

During the year under review your Company has recorded nil sales against ₹152.54 lacs revenue generated from sale of sponge iron in the previous financial year 2011-12. However, other incomes in 2012-13 were increased by 34.07% in comparison to previous year 2011-12 from ₹5965.58 lacs to ₹7998.11 lacs. Profit before tax during the financial year 2012-13 stood at ₹2625.04 lacs as compared to ₹828.50 lacs for the previous financial year 2011-12 registering an increase by 216.84%. Profit after tax for the financial year 2012-13 had been ₹1286.42 lacs as compared to ₹344.34 lacs during the previous financial year 2011-12 registering an increase by 273.59%. The improvement in financial performance was basically through judicious investment of company reserve/ surplus funds in nationalized banks as per DPE guidelines.

There was no production and despatch of Iron Ore and Manganese Ore during the year 2012-13. Consequently, there was no operating income, except earning on interest from fixed deposits.

## **3. DIVIDEND**

Based on the financial results, your Board is pleased to recommend for the year a dividend of ₹3.22 per equity share of ₹1/- each despite of negligible operating income. This would involve a cash outgo of ₹226.03 lacs inclusive of ₹32.83 lacs towards tax on dividend.

## **4. OUTPUT AND DESPATCH**

There was no mining activity in any of the mines of OMDC during the year 2012-13. Closure of all six mines, owing to non availability of forest and environmental clearance have resulted in nil production and despatches of the company during the year.

## **5. OTHER INCOME**

Your Company continued its prudent cash planning during the year and as per the Government Guidelines, deployed the surplus funds in fixed deposits and earned an interest income of ₹73.70 crores on fixed deposits against ₹56.34 crores during the last year 2011-12 which is included in other income.

## **6. NETWORTH**

It is observed that the net worth of the company is ₹812.97 crores for the financial year 2012-13 as compared to ₹802.36 crores in the previous financial year 2011-12 recording an increase of 1.32%.

## 7. SUB-DIVISION

During the year under review, the face value of the equity shares of the Company has been sub-divided from ₹10/- (Rupees Ten) each fully paid up into ₹1/- (Rupee One) each fully paid up pursuant to the approval of the shareholders of the Company at the 94<sup>th</sup> AGM of the company held on Wednesday, the 19<sup>th</sup> day of September, 2012.

Fully paid up equity shares of F.V. ₹1/- each against every 1 fully paid up equity shares of F.V. ₹10/- were allotted to shareholders on 31<sup>st</sup> October, 2012 under new ISIN INE725E01024 of the company. The existing equity shares of face value of ₹10/- each bearing distinctive nos.000001 to 600000 stand cancelled w.e.f 31<sup>st</sup> October, 2012.

## 8. AWARDS

Your Company was accorded recognition for its meritorious services to its stakeholders as follows:

- OMDC was Awarded **Hindi Rajbhasha Award - 2012** by “Parivartan Jan Kalyan Samiti, Delhi”.
- OMDC was conferred the **National Mines Safety Award, 2008** by the Hon’ble President of India.

## 9. FUTURE OUTLOOK

The Management of your Company has made a Corporate Business Plan 2012- 2022 which envisages increase in Iron Ore production from 2 million tonnes to 10 million tonnes and Manganese Ore from 0.4 million tonnes to 1 million tonnes, besides installation of 2 MTPA Iron Ore Beneficiation Plant and 2 MTPA Pelletisation Plant at Thakurani, District-Keonjhar, Odisha.

In order to expand the activities of the Company in all possible areas, keeping in view the value addition, draft MOU was under examination for finalization with regard to proposed Joint Venture between OMDC/ RINL/ KIOCL for setting up a Beneficiation and Pelletisation Plant as per Detailed Project Report (DPR) prepared by M.N. Dastur and Company.

So far, OMDC has been carrying out mining operation by outsourcing. The company has planned to go for semi-mechanised mining operation departmentally. Expert third party consultants were appointed to firm up the mining plan, policy for the company for departmental mining as against contractual mining in the past. In this process MECON was also appointed to prepare Detailed Project Report of all six mines in order to introduce the latest state of art mining operations/ efficiencies at par with the best in the industry. Draft Long Term Sale Policy of the company was under examination for finalization.

Presently, OMDC is having two Railway sidings in Thakurani, which will be up-graded by putting up in motion weighbridge and automated loading facilities so as to improve evacuation efficiency of the company and also the company has deployed CISF and now planning to go for GPS base surveillance system to prevent theft and pilferage for ensuring better safety and security of the mining area.

Since OMDC is in the process of setting up of 2 MTPA Pelletisation Plant the power requirement will be approx. 30 MW. Considering future enhancement upto 8 MTPA the Power requirement will be to the tune of 120 MW. During peak operation of all the six leases, the requirement will be approx. 15 MW. Thus the total requirement will be around 135 MW & the Captive power plant can sell 50% of the total generation. Total Generation Permitted 270MW with Plant Load Factor (PLF) of 90% , Power plant of 300 MW can be set up.

For next thirty (30) years, requirement of Coal will be nearly 210 Million Tonne. Washed Coal with recovery of 65-70% can be used. The Block with 312 MT reserve is suitable for OMDC's Captive Power Plant. Keeping in view the future requirement, OMDC has filed application for 3 (three) block for Commercial Mining and one block for specific end use (Power/Steel) under Rule-4 of Auction by competitive bidding of Coal Mine Rule, 2012.

**10. EXEMPTION FOR SIGNING OF MOU FOR THE YEAR 2013-14 BY OMDC WITH HOLDING COMPANY (RINL)**

Ministry of Steel, Govt. of India vide its letter no. 7(7)/ 2012-RM II dated 29.11.2012 informed that OMDC has been exempted of signing of MOU for the year 2013-14 with holding company, RINL since mines of OMDC are not in operation.

**11. REPORT ON THE ACTIVITIES OF THE JOINT VENTURE COMPANY (EAST INDIA MINERALS LIMITED)**

Performance of Joint Venture Company East India Minerals Limited (EIML) was also affected during the year because of the ongoing crisis resulted from complete stoppage of the mining operation. The revenue earned by EIML during the year 2012-13 through sale of wind electricity stood at ₹172.56 lacs which was marginally higher than ₹148. 69 lacs in the previous year 2011-12. However, the company registered a loss of ₹255.47 lacs during the year 2012-13 in comparison to loss of ₹258.79 lacs in the previous year 2011-12.

**12. STATUS OF RENEWAL OF THE MINING LEASES :**

SI.No.	Name of lease	Status of lease Renewal Application	Status of Environment Clearance	Status of Forest Clearance
1.	Bagiaburu Iron Ore Mines (21.52Ha)	3 <sup>rd</sup> RML application under scrutiny at Govt of Odisha. Special Secretary, Dept of Steel & Mines has notified for Hearing on 14/8/2013 for lapsing of mining lease.	State level EAC has recommended for Environment Clearance on 4.11.2011 subject to Stage 1 Forest Clearance.	Forest Diversion Proposal was approved by State Advisory Group (SAG) on 3.5.2013. Hon'ble Minister of MoEF has returned the file to SAG for clarifications regarding violations by Project on 26.6.2013. Addl PCCF, MoEF, Regional office, Bhubaneswar has complied and sent back to MoEF, Delhi.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

2.	Bhadrasahi Iron & Manganese Mines (998.7Ha)	4 <sup>th</sup> RML application under scrutiny at Govt of Odisha. Special Secretary, Dept of Steel & Mines has notified for Hearing on 14.8.2013 for lapsing of mining lease.	Expert Appraisal Committee (EAC) on 21.6.2012 has recommended for issue of EC subject to Stage I Forest Clearance.	Forest Diversion Proposal is under consideration at Office of Chief Conservator of Forest, Govt of Odisha. The proposal will be forwarded to Dept. of Forest & Environment, Govt of Odisha on submission of NOC under Forest Rights Act, 2006 which is under process at Sub- Collector's Office, Keonjhar. Expected date of obtaining NOC is October, 2013.
3.	Belkundi Iron & Manganese Mines (1276.79 Ha)	3 <sup>rd</sup> RML application under Scrutiny at Govt of Odisha. Special Secretary, Dept of Steel & Mines had notified for hearing on 4.03.2013. OMDC had represented that as the mines were working under deemed renewal and lease was not executed, hence the notice of dis-continuance of operations was not intimated as required under Rule 28 of MCR, 1960. However Surface rent & Dead rent have been paid as required by law.	Expert Appraisal Committee, MoEF on 25/07/2012 has recommended for issue of EC, subject to Stage 1 Forest Clearance & Wildlife Management Plan.	Revised Forest diversion Proposal including the diversion of safety zone area is under scrutiny at Divisional Forest Officer, Keonjhar. Expected date of obtaining Stage 1 Forest Clearance is January, 2014.
4.	Kolha-Roida Iron Ore & Manganese Mines (254.952 Ha) M/s B.P.M.E. Ltd.	State Govt of Odisha rejected the 3 <sup>rd</sup> RML application of renewal in 2006. OMDC appealed in Central Tribunal and State Govt was directed to maintain status-quo prior to rejection. State Govt of Odisha has appealed in Hon'ble High Court of Orissa. OMDC has also appealed to Hon'ble High Court of Orissa for Renewal.	Obtained on 23.7.2012	Valid upto 14.8.2016. Renewal application for entire forest area, including safety zone area is being prepared and will be submitted.

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5.	Thakurani Iron Ore & Manganese Mines. (778.762Ha) M/s B.P.M.E.Ltd.	3 <sup>rd</sup> RML application under Scrutiny at Dept of Steel & Mines. Govt of Odisha.	Expert Appraisal Committee (EAC) on 24.5.2012 has recommended for issue of EC subject to Stage 1 Forest Clearance.	Forest Diversion Proposal is under consideration at Office of Chief Conservator of Forest, Govt of Odisha. DGPS map showing forest & non-forest area is under scrutiny at Office of CCF (Nodal), Bhubaneswar Govt of Odisha.
6.	Dalki Manganese Mines. (266.77Ha) M/s B.P.M.E.Ltd.	State Govt. of Odisha rejected the 3 <sup>rd</sup> RML application of renewal in 2006. OMDC appealed in Central Tribunal and State Government was directed to maintain status-quo prior to rejection. State Govt of Odisha has appealed in Hon'ble High Court of Orissa, OMDC has also appealed to Hon'ble High Court of Orissa for Renewal.	Expert Appraisal Committee (EAC) has recommended the project for the issue of EC on 20.7.2011 to MoEF. MoEF had asked for a case to be registered for violations of Environment Protection Act, and the case was registered by Collector, Keonjhar in July, 2012. MoEF had asked for an undertaking by Board for assurance for not repeating the violations which was submitted in February, 2013.	Forest Clearance is valid upto 30.9.2014. Renewal application has been submitted at Office at Chief Conservator of Forest, Govt of Odisha, Bhubaneswar in September, 2012

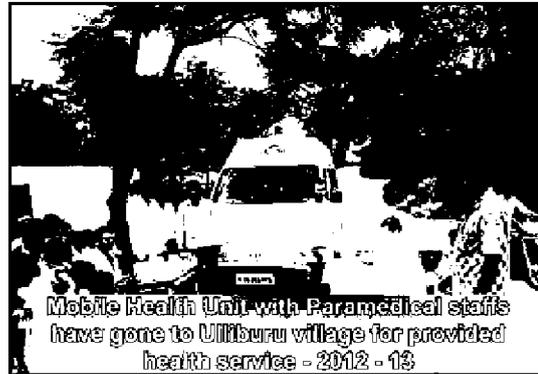
On request of Official Liquidator (OL) of Kolkata High Court , Odisha Government has ordered Director of Mines not to allow OMDC to do any mining activity on BPMEEL mines, which include Kolha- Roida Iron Ore & Manganese Mines, Thakurani Iron Ore & Manganese Mines. Dalki Manganese Mines.

Now Official Liquidator (OL) has withdrawn its claim during the hearing on 11.1.2013 at Kolkata High Court & OMDC has again requested State Government to grant mining permission for all the above mentioned three (3) Mines of BPMEEL operated by OMDC.

### 13. INFORMATION TECHNOLOGY

OMDC takes Information Technology as the vital enabler in improving the customer-satisfaction, organizational efficiency, productivity, decision-making, transparency and cost-effectiveness. The highlights of IT initiatives and achievements in respect of OMDC during the year 2012-13 are enumerated below:

- Publishes all tenders/ EOIs in Company's Corporate Website and Central Public Procurement Portal (CPP Portal), *Health Service Under CSR Scheme*
- OMDC is in the process to install the latest technology of satellite imagery to check movement of trucks, machinery & men to prevent any chance of illegal mining once the mines are put in operation including GPS/ GPRS based surveillance system in mines.



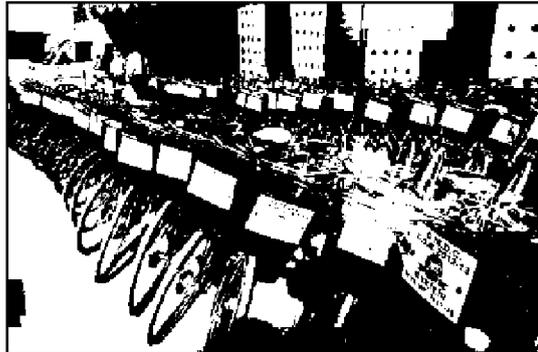
Mobile Health Unit with Paramedical staffs have gone to Ulliburu village for provided health service - 2012 - 13

### 14. CORPORATE SOCIAL RESPONSIBILITY (CSR)

OMDC focuses on CSR activities like health, education, and supply of drinking water and community development. For the year 2012-13 an amount of ₹17.25 lacs have been earmarked as CSR budget. OMDC allocates 5% of its net PAT as CSR budget. The CSR activities are carried out as per the DPE guidelines and as per the schemes run under CSR for the benefit of the villagers are as follows:

#### SWALAMBI SANGATHAN (Self Help Group- SHG)

- OMDC is taking keen interest in development of people of villages especially for the women by assisting them to form Self Help Group for carrying out various income generating activities like growing of mushrooms, vegetables, nursery, poultry and manufacturing of candles.
- The Community works for the Dalki & Sading village for the upliftment of the people located in the village near by mines area.
- Financial Assistance has been provided to one Self Help Group at Camp hutting of Kolha Roida village for developing co-operative business in their locality.



Bicycle provided to school going students by OMDC under CSR Scheme

#### JAL DHARA (Water Supply)

- Necessary arrangements in regard to laying of pipeline from existing borewells to Munda/Gouda Sahi of Dalki Village were made by OMDC.
- Water supply has been provided through water tanker. Under CSR the pipeline has been laid from Dug well to Sading village to supply drinking water to the villagers of Sading, with total 11 stand posts at Sading village has been provided.

#### SWASTHA KARYAKARMA (Health Programme)

- Construction of 10 nos. twin pit dry toilet has been completed in the nearby mines area in order to meet their sanitary needs.
- Initiative has been taken for Malaria eradication programme in peripheral villages in the mines area.
- Steps has been initiated for supply of medicine to nearby poor villagers suffering from serious diseases like cancer, cardiac, kidney, lever cirrhosis etc. living in peripheral villages.

- Display of 12 nos. of board for family planning in the villages nearby mining lease area has been completed.
- Provision of silt removal, road repairing etc. in the nearby villages has been completed.
- One Medical Health Van has been procured under CSR scheme for extending the medical facilities to the villagers in the peripheral villages near mines area. The van is a Mobile Health unit, equipped with oxygen cylinder, ECG machine etc. has been dedicated to the Health services of peripherals village of OMDC Mines. 5(five) nos. of camp were held up to 31<sup>st</sup> March, 2013 and 681 nos of patients were examined and provided with free medicines in the camp.
- 25 nos. solar street lights provided to peripheral villages located near the mines area.

#### **MAHILA SASHASTIKARAN (Women Empowerment)**

- 20 nos. sewing machine donated to village women and provided ancillary training to them in tailoring for the upliftment of women and make them self dependent.
- 78 nos of bicycles donated to school going girl students for their personal mobility as part of women empowerment program.

#### **GRAMYA SHIKHYA ABHIJAN (Village Education)**

- Financial Assistance was given to High School located near the mines area to provide thrust to education.
- Providing necessary assistance for technical training at Centurion University, BBSR with 10 persons in batches for ST/ SC/OBC (weaker sections of society) students to make them employable.
- News paper & Magazine has been provided to village clubs for enhancement of knowledge and keep them updated on current affairs.



*Sewing machine provided to village women by OMDC under CSR Scheme*

#### **OTHERS**

- Construction of Foot walk Bridge (connection) from Dalki to Kara Kolha village for school going children from the nearby mines area.
- Organizing Football tournament under CSR through local club duly sponsored by OMDC.
- Supply of sports gears to youth sports person villagers under CSR

#### **15. SUSTAINABLE DEVELOPMENT PROGRAMME**

In terms of MOU with Rashtriya Ispat Nigam Limited (RINL) for the year 2012-13 under Sustainable Development Programme, the following three projects have been considered to be carried out by OMDC during the year 2012-13.

- **Project-1** The job of building up of water reservoir at Thakurani is under progress.
- **Project-2** Afforestation under Bio Diversity Conservation at Thakurani leasehold area- A nursery has been set up in Thakurani Mines during the financial year 2012-2013. Under this project 20000 saplings have been planted in the nursery.
- **Project-3** The brick making project will commence on resumption of the mining operation.

**16. VOLUNTARY RETIREMENT SCHEME**

In order to rationalize manpower of the Company, the Management has introduced the "Voluntary Retirement Scheme" with effect from 1.02.2010. It was effective till 31.03.2013. However so far no employee has obtained VRS from OMDC. For motivating the employees, the Voluntary Retirement Scheme of OMDC was reviewed within the purview of DPE guidelines to make it more attractive.

**17. SAFETY MEASURES**

Safety is an important aspect in functioning of any industry. It is important not only for its employees and workers but also for the environment and the nation. OMDC has initiated safety measures according to provision of the Mines Act, 1952 in terms of Rules, Regulations and Guidelines towards safety of employees engaged in mining and allied activities. Necessary safety devises, tools and implements have been provided to the concerned employees. Safe practices pertaining to different activities in mining operations are displayed through participation of workers in safety exhibitions locally as well as on regional basis. New practices are also regularly adopted by visiting similar mines. Refresher training is imparted to the 105 employees from different disciplines of OMDC in the Vocational Training Center in the mines of OMDC. The employees have received prizes and awards from the Annual Mines Safety Week Celebration, 2012 conducted by DGMS(Directorate General of Mines Safety) Chibas Region.

**18. TECHNOLOGY UPGRADATION**

The focus of the Company is to develop OMDC as a green mining Company, having technological upgradation and taking all safety measures to have safe and cost effective mining operations, and to improve its production, productivity and quality of product to increase its market realization while aspiring to be a clean, green mining company.

**19. PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956**

There was no employee of the Company who received remuneration in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules, 1975, as amended from time to time.

**20. IMPLEMENTATION OF THE RIGHT TO INFORMATION ACT, 2005**

The Government of India enacted the Right to Information (RTI) Act, 2005 on June 15, 2005. The objective of the Act is to promote transparency and accountability in the administration and to provide good governance in the Country.

Your Company is proactively complying with the provisions of the Right to Information Act, 2005. OMDC has nominated a Public Information Officer(PIO) and assisted by Assistant Public Information Officer(APIO) in the head office for effectively processing the RTI applications received at various locations of the company.

RTI applications have been processed as per the provisions of the RTI Act. Quarterly reports have been submitted on-line.

<b>Applications received during 01.04.2012 to 31.03.2013</b>	<b>Applications disposed of during 01.04.2012 to 31.03.2013</b>	<b>Applications pending as on 31.03.2013</b>
12	10	2 (Disposed of in the month of April,2013)

**21. PROGRESSIVE USE OF HINDI**

OMDC has taken positive steps to enhance awareness and usage of Hindi among employees. The Company follows the directives issued from time to time by the Department of Official Language, Ministry of Home Affairs and Ministry of Steel, Government of India for the progressive use of Official Language Hindi.

The Company had observed "Hindi Pakhwada" w.e.f 15<sup>th</sup> September,2012 to 28<sup>th</sup> September, 2012 by way of organizing competitions such as essay writing, singing hindi song, hindi poem recitation and hindi dictation in which the employees took active participation. Cash Prizes, certificates and mementos were awarded to the winners of various events. Bilingual Boards and advertisements are being issued. "Rajbhasha Shikshan Board" is placed at Head Office to apprise the employees with new words every day.

**22. EMPOWERMENT OF WOMEN**

The Company continues to accord due importance to gender equality. All necessary measures/ statutory provisions for safeguarding the interests of women employees in matters like payment of wages, hours of work, health, safety and welfare aspects, maternity benefits etc are being followed by the Company.

A Women Grievance Cell is functioning in the Company to redress grievance of women employees. OMDC does not differentiate in terms of gender. To ensure empowerment of women, "Gender Budgeting Cells" with women representatives have been constituted. Total women employees on rolls of the Company as on 31.03.2013 was 154 which constitutes 21.56% of its total employees .

**23. WELFARE OF WEAKER SECTIONS OF SOCIETY**

The Company is fully aware of its social responsibilities for development and welfare of weaker section of the society. Presidential Directives on Reservation for Scheduled Castes and Scheduled Tribes in appointments in Public Enterprises are strictly adhered to by OMDC. The total number of employees in OMDC as on 31.03.2013 is 714 . About 70% of the total strength (499 out of 714) belong to SCs/STs/ OBCs, out of which,90 belonged to SCs( 26 % ),271 to STs ( 37.95 %) and 138 to OBCs ( 19.32 %). During the period from 1.4.2012 to 31.03.2013, total 8 nos. of SC/ ST/ OBC were appointed by direct recruitment.

78 girls students belonging to SCs/ STs/OBCs families of peripheral Villages of OMDC were given bicycles under the CSR scheme/initiatives.

#### **24. MANPOWER**

##### **Scheduled Castes & Scheduled Tribes**

5 persons belonging to Scheduled Castes and 1 person belonging to Scheduled Tribe were appointed in the year 2013 against 18 posts filled in by direct recruitment.

##### **Strength of SCs, STs and OBC's as on 31st March, 2013**

- |                                    |   |
|------------------------------------|---|
| 1. Total number of employees       | = 714                                     |
| 2. Scheduled Castes amongst them   | = 90 (Executive-9, and Non Executive-81)  |
| 3. Scheduled Tribes amongst them   | = 271(Executive-4, and Non Executive-267) |
| 4. OBC                             | = 138                                     |
| 5. Total SCs STs and OBC           | = 499                                     |
| 6. Physically Challenged employees | = 2                                       |

#### **25. INDUSTRIAL RELATIONS**

Industrial relations in your Company and at Mines continued to be cordial and peaceful during the year 2012-13. The system of Permanent Negotiation Mechanism (PNM) system has been introduced in the Company and its mines for discussing various issues for smooth functioning of the Organisation and expeditious decisions for the settlement of grievances. This is to ensure better understanding between the management and workers and to have cordial industrial relations. No IR incidents reported during the year.

#### **26. VIGILANCE**

The Vigilance Department of the Company is headed by CVO. Vigilance Awareness Week was observed at the Head Office as well as at the units of the Company from 30<sup>th</sup> October, 2012 to 3<sup>rd</sup> November, 2012 during which various activities like Slogan competition, Essay competition, taking pledge by the employees etc. were carried out to create vigilance awareness among the employees.

OMDC Vigilance is laying emphasis on preventive and proactive activities to facilitate an environment enabling people to work with integrity, efficiency and in a transparent manner, upholding highest ethical standards for the organization. Accordingly, following activities were undertaken for system improvement during the period April, 2012- March, 2013:

- Floating company tenders in CPP portal.
- Adoption of Integrity pact.
- Adoption of Whistle Blower Policy.
- Implementation of ISO 9001:2008 Certification in Vigilance Management of entire set of activities for BGC, Vigilance Department.
- Initiation of installation GPS surveillance system in all mines.

Besides this, a Seminar was organized by M/s HSCL, Vigilance Department where company Executives were nominated to participate in Vigilance Awareness and Project Management.

**27. GRIEVANCE REDRESSAL MECHANISM (GRM)**

Grievance Redressal Mechanism (GRM) is in place in your Company at unit level and at Corporate level to address grievances of the employees. Nodal officers have been notified for this purpose. This measure will create healthy working environment. The name and designation of the Nodal Officers have been posted in the company website.

**Status of Public/ Employees' Grievances from 01.04.12 to 31.03.13**

Sl. No	Type of Grievances	Grievances outstanding as on 01.04.2012	No. of Grievances received during the period 01.04.12 to 31.03.13	No. of cases disposed of during the period 01.04.2012 to 31.03.13	No. of cases pending as on 31.03.2013
1	Public Grievances	Nil	Nil	Nil	Nil
2	Employee Grievances	Nil	1	1	Nil

**28. IMPLEMENTATION OF THE PERSONS WITH DISABILITIES ACT, 1995**

OMDC being a mining organization is governed by the provisions of the Mines Act and Rules & Regulations thereof. OMDC has implemented the provisions of "Persons with Disabilities Act, 1995". 2 persons with disabilities are employed in OMDC during the year 2012-13.

**29. ADOPTION OF "SEVEN STEP MODEL FOR CITIZEN CENTRIC-SEVOTTAM" AS PER RECOMMENDATION OF THE 2ND ADMINISTRATIVE REFORMS COMMISSION.**

The Ministry of Steel has brought out its "Citizen Charter" and this is periodically updated in tune with the changing requirements and expectations from the stakeholders. OMDC has initiated necessary steps to implement the "Sevottam Guidelines- September, 2011" as issued by the Departments of Administrative Reforms and Public Grievances especially the "Seven Step Model of Sevottam"

**30. COMPLIANCE WITH LAW/ LEGAL REQUIREMENTS**

In terms of the guidelines issued by the Government, a Quarterly Report on the progress of Arbitration cases is being put up to the Board of Directors for information. An Internal Reporting System has been introduced indicating the progress of the case in various Courts and the status of the cases as at the beginning of the year and also at the end of the year. The Company has taken measures to ensure legal compliances from all the departmental heads and the annual legal compliance report are placed before the Board for review.

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

**I. Energy Conservation**

The Company consumes purchased electricity. Adequate steps are being taken by the Company to reduce the electricity consumption. 25KW transformer has been installed to eliminate operation of 62.5 KVA diesel operated DG set and 25 nos. of solar Light fitted for street lighting as a measure of conservation of energy.

**II. Technology absorption**

The Company has not absorbed any new technology during the year for its operational activities.

**III. Foreign Exchange Earnings and Outgo:**

There was no transaction in foreign exchange during the year.

**32. ENVIRONMENT MANAGEMENT**

An integrated approach is being adopted in OMDC to achieve the goal of sustainable and eco-friendly mining. The company's strategy towards eco-friendly mining encompasses the following:

- i) Scientific Mine Planning.
- ii) Pollution control measures- The company has fitted all crusher plants with Dust Extractors, in addition to this, dust is controlled by sprinkling of water at all transfer points of the belt conveyors. Dust suppression by sprinkling of water on roads by mobile water tanker is done to control fugitive dust.
- iii) Optimization of resource utilization.
- iv) Regular monitoring of Air & Water, Quality and Noise Vibration Level.
- v) Reclamation of degraded land.
- vi) Rehabilitation of reclaimed areas.
- vii) Rural and community development.

**Strategy for Afforestation**

OMDC has undertaken the job of plantation in mining zone falling under its control. A special cell has been created for ensuring plantation on continuous basis. This has resulted in creation of thick forest area and fruit bearing orchards. Plantation is done in a systematic manner to meet fuel energy requirement of the locals, besides restoration of ecology. Certain areas have been covered by shrubs and grass for greening effect and checking erosion. The Company's approach towards afforestation incorporates the following :

- i) General afforestation in and around mines with appropriate species and scientific techniques suitable areas.
  - ii) Specific afforestation on mine spoil dump.
  - iii) Rejuvenation of mine spoil dumps.
- 1600 nos. of saplings have been planted in Thakaurani Mines area.

**Integrated Bio-Technological Approach**

Scientific studies will be initiated for evaluating physico-Biotechnical character in OMDC spoil dumps alongwith technological intervention to achieve appropriate ecosystem restoration.

**33. AUDITORS**

On the advice of the Comptroller and Auditor General of India, New Delhi, your Company appointed the under mentioned firm of Chartered Accountants as Statutory Auditor of your Company for the year 2012-13 :

Sl. No.	Name of the Auditor	Address of the Auditor
1.	M/s L B Jha & Co	GF-1, Gillander House, 8, Netaji Subhas Road, Kolkata-700001

The Statutory Auditors Report on the Accounts of the Company for the Financial Year ended 31<sup>st</sup> March, 2013 is enclosed to the Directors' Report.

**34. COST AUDITORS**

During the year, the Company has come under the ambit of Cost Audit. The details of Cost Auditors appointed to conduct Cost Audit of the cost records maintained by the company for 2012-13 are as under:

Sl. No.	Name of the Auditor	Address of the Auditor
1.	M/s Chatterjee & Co	21/2, Gariahat Road (West), Kolkata-700068

**35. COMMENTS BY THE COMPTROLLER AND AUDITOR GENERAL OF INDIA(CAG) ON THE ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2013**

The Comptroller and Auditor General of India (C&AG) had conducted Supplementary Audit under Section 619(3)(b) of the Companies Act, 1956 of the financial statements of The Orissa Minerals Development Company Limited for the year ended 31<sup>st</sup> March, 2013. The comments of Comptroller & Auditor General of India under Section 619(4) of the Companies Act, 1956 on the Accounts of the Company for the year 2012-13 forms part of this report.

**36. BIFR CASE NO.520/1992 IN THE MATTER OF BHARAT PROCESS & MECHANICAL ENGINEERS LIMITED (BPMEL) (IN LIQUIDATION)**

The Official Liquidator, High Court, Calcutta entrusted with the affairs of Bharat Process & Mechanical Engineers Limited (BPMEL) under liquidation had approached Calcutta High Court

for handing over the mining leases of BPMEL regarding Kolha- Roida, Dalki and Thakurani to the Official Liquidator from OMDC and also to make payment of outstanding dues, if any, which was receivable by BPMEL (In Liquidation) in the matter. The matter was taken up and Counsel was appointed by the Company to take up the case at Hon'ble High Court, Calcutta. The Hon'ble Court vide order dated 11/01/2013 has withdraw its order and accordingly the case has been disposed of.

**37. ADVERSE IMPACT OF PAYMENT OF ENHANCED STAMP DUTY BY THE LESSEES OF MINING LEASES AS PER THE PROVISIONS OF THE INDIAN STAMP (ODISHA AMENDMENT) ACT, 2013 AND ACTION TAKEN BY OMDC.**

The stamp duty chargeable on the instruments of grant or renewal of mining lease has been revised on coming into force of the Indian Stamp (Odisha Amendment ) Act, 2013 with effect from May 10,2013 i.e the date of its publication in the Extraordinary Odisha Gazette,

As per the provisions of subsection (1) of section 3A inserted to the Indian Stamp Act, 1899 by the amendment Act, the stamp duty payable on every instrument of grant or renewal of mining lease shall be equivalent to 15% of the amount of average royalty that would accrue out of the highest annual extraction of minerals permitted under the approved mining plan or mining scheme, as the case may be, for such mining lease under the provisions of the Mines and Minerals ( Development & Regulation ) Act, 1957 and the rules made there under in force, multiplied by the period of such mining lease. As provided in the extraction of sub- section (1) of section 3A so inserted, for the purpose of this sub-section, the average royalty of the highest grade of minerals based on the data available for past twelve months, prior to the date on which stamp duty becomes payable, beginning from the date of commencement of the Amendment Act, shall be taken into consideration.

Two separate Writ petitions under Article 226 & 227 of the Constitution of India, for issue of Writ of Quo Warrant to the Government of Odisha to quash the provisions of Indian Stamp (Odisha Amendment) Act, 2013 and Rule 11- C of the Odisha Stamp Rules, 1952 inserted through Odisha Stamp (Amendment) Rules, 2013 was filed by OMDC in the "High Court of Orissa", Cuttack separately for the mines of OMDC :

(A) Petition no W.P(C) no. 15377/2013 dated 08.07.13 was filed for:

- i) Bhadrasahi Iron & Mn Mines,
- ii) Belkundi Iron & Mn. Mines
- iii) Bagiaburu Iron Mines

(B) Petition no W.P(C) no: 15512/2013 dated 09.07.13 was filed for the BPMEL mines operated by OMDC:

- iv) Thakurani Iron & Mn Mines
- v) Kolha -Roida Iron & Mn Mines
- vi) Dalki Mn. Mines

The High Court of Orissa heard both the above petitions on 17.07.13 and passed an order for interim stay of the impugned Indian Stamp (Odisha Amendment) Act, 2013, Odisha Stamp (Amendment) Rules, 2013 and Circular dated 25.05.2013 and dated 03.07.2013 issued by Principal Secretary, Department of Steel & Mines, Govt. of Odisha.

The Federation of Indian Mineral Industries (FIMI) has been spearheading the case of the mining industries and is monitoring the cases to file a "Caveat" in the Supreme Court of India. OMDC is contemplating to join with FIMI to file "Caveat" in Supreme Court so that Govt. of Odisha need to attend the case at High Court only. So far OMDC has not received any demand note from any Govt Authorities in this regard.

### **38. REPORT ON MANAGEMENT DISCUSSIONS AND ANALYSIS**

A Report on Management Discussions and Analysis as required in terms of Clause 49(F) of the Listing Agreement is enclosed and forms part of the report.

### **39. CORPORATE GOVERNANCE**

A report on Corporate Governance along with the certificate from a Practising Company Secretary regarding compliance of the conditions of Corporate Governance pursuant to Clause 49 of the Listing agreement with the Stock Exchanges also forms part of this Directors' Report.

Certificate attested by the CEO/CFO is also enclosed forming part of the Corporate Governance Report along with a declaration signed by MD regarding Code of Conduct for Members of the Board and Senior Management.

### **40. DIRECTORATE**

The following Non- Executive Independent Directors ceased to be Directors on the Board of the Company :

<b>Name of the Directors</b>	<b>Ceased to be Directors w.e.f</b>
Shri Harsh Mahajan	06.04.2013
Shri Ashok Vij	06.04.2013
Smt Uma Menon	06.04.2013

The Board places on record its deep appreciation for the valuable contribution made by Shri Harsh Mahajan, Shri Ashok Vij, Smt Uma Menon during their tenure on the Board of the company.

The following Wholetime Director ceased to be Director on the Board of the Company :

<b>Name of the Director</b>	<b>Ceased to be Director w.e.f</b>
Dr Satish Chandra	15.07.2013

The Board places on record its deep appreciation for the valuable contribution made by Dr Satish Chandra during his tenure on the Board of the company.

Shri Umesh Chandra, Director (Operations),RINL and Director of OMDC took over the charge of Managing Director of OMDC w.e.f 15.07.2013.(A/N)

The following Govt of India Nominee Director ceased to be Director on the Board of the Company:

<b>Name of the Director</b>	<b>Ceased to be Director w.e.f</b>
Shri E.K. Bharat Bhushan	01.05.2013

The Board places on record its deep appreciation for the valuable contribution made by Shri E.K. Bharat Bhushan during his tenure on the Board of the company.

Shri Lokesh Chandra, Govt Nominee Director nominated in the Board of OMDC w.e.f 1.05.2013 pursuant to the order of Ministry of Steel, Government of India.

Based on recommendation of EIL, holding company of OMDC, and approval of the Board, Smt Uma Menon was appointed as a Director on the Board of OMDC and nominated as member of the Audit Committee w.e.f 24.05.2013.

#### **41. DEPOSIT**

The Company has not accepted any deposit pursuant to Section 58A of the Companies Act, 1956.

#### **42. DIRECTORS' RESPONSIBILITY STATEMENT**

As required under Section 217 (2AA) of the Companies Act, 1956, your Directors confirm :

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

#### **43. LISTING**

The Company's shares are listed at The Calcutta Stock Exchange Limited, National Stock Exchange and also traded in Bombay Stock Exchange under permitted category. The listing fee is paid upto 31st March, 2014.

#### **44. DEPOSITORY SYSTEM**

The Company's shares are under compulsory demat mode. The Company has entered into agreement with National Securities Depository Limited (NSDL) and Central Depository Services (I) Limited (CDSL). There is satisfactory progress in the process of dematerialisation. Members still having certificates in physical form are requested to dematerialise their holdings for operational convenience.

#### **45. ACKNOWLEDGEMENT**

Your Directors take this opportunity to express their grateful appreciation for the continued support and guidance received from the Government of India especially the Ministry of Steel, Ministry of Mines, Ministry of Environment and Forest, Ministry of Corporate Affairs and from Government of West Bengal and Odisha and other Departments of Government of India.

Your Directors place on records their thanks to the support extended by the valued and esteemed Customers, Shareholders, Stakeholder, Railway Department, Banks and the Suppliers. We believe that our long term success is dependent on our strong customer relationship and responsiveness. Directors also wish to convey their appreciation to all the employees of the organization for their valuable contributions and support.

For and on behalf of the Board.

#### **Registered Office :**

"Sourav Abasan", 2nd Floor,  
AG-104, Sector-II, Salt Lake City,  
Kolkata-700091

Date : 5<sup>th</sup> August, 2013.

**(A.P. Choudhary)**  
Chairman

**REPORT ON MANAGEMENT DISCUSSION AND ANALYSIS**

**1) INDUSTRIES STRUCTURE AND DEVELOPMENT**

**A) THE INDIAN ECONOMY**

India is expected to record 6.1 per cent gross domestic product (GDP) growth in the current fiscal. The growth is expected to increase further to 6.7 per cent in 2014-15, according to the World Bank's latest India Development Update, a bi-annual report on the Indian economy. While, the Prime Minister's Economic Advisory Panel expects the economic growth rate to increase to 6.4 per cent in 2013-14 from 5 per cent during 2012-13, on back of improvement in performance of agriculture and manufacturing sectors.

Some of the important economic developments in the country are as follows:

1. Indian companies have invested US\$ 1.65 billion abroad in February 2013, according to data released by Reserve Bank of India (RBI).
2. Non-resident Indians (NRIs) placed deposits aggregating to US\$14.18 billion in the financial year ended March 2013, registering an increase of 19 per cent over the previous year. Non-resident (external) rupee account or NRE deposits with the banking system jumped 85 per cent (rising by US\$ 15.81 billion in FY13 compared to US\$ 8.53 billion in FY12), according to Reserve Bank of India data.
3. Foreign institutional investors (FIIs) made a net investment (including equity and debt) worth ₹168,367 crore (US\$ 30.72billion) in 2012-13, according to data published by Securities and Exchange Board of India (SEBI).
4. Foreign exchange earnings (FEE) from tourism in India registered a growth of 19 per cent to touch ₹10,186 crore (US\$ 1.86 billion) in February 2013 as compared to ₹8,502 crore (US\$ 1.55 billion) during the same period last year.

**B) INDUSTRIAL GROWTH**

After recovering to a growth of 9.2 per cent in 2009-10 and 2010-11, growth of value added in industrial sector, comprising manufacturing, mining, electricity and construction sectors, slowed to 3.5 per cent in 2011-12 and to 3.1 percent in the current year. The manufacturing sector, the most dominant sector within industry, also witnessed a decline in growth to 2.7 per cent in 2011-12 and 1.9 per cent in 2012-13 compared to 11.3 per cent and 9.7 per cent in 2009-10 and 2010-11, respectively. The growth in electricity sector in 2012-13 has also moderated. The growth of the mining sector in 2012-13 is estimated at 0.4 per cent, though it showed an improvement over a negative growth of 0.63 per cent recorded in 2011-12. With improved business sentiments and investor perception and a partial rebound in industrial activity in other developing countries, industrial growth is expected to improve in the next financial year.

**C) STEEL SECTOR**

The demand for steel in the country is currently growing at the rate of over 8% and it is expected that the demand would grow over by 10% in the next five years. However, the steel intensity in the

country remains well below the world levels. Our per capita consumption of steel is around 110 pounds as compared to 330 pounds for the global average. This indicates that there is a lot of potential for increasing the steel consumption in India. Domestic crude steel production grew at a compounded annual growth rate of 8.4% in the last few years. Crude steel production capacity of the country is projected to be around 110 million tonne by 2012-13. Increase in the demand of steel in India is expected to be 14% against the global average of 5-6% due to its strong domestic economy, massive infrastructure needs and expansion of industrial production.

**2) SWOT ANALYSIS**

<b>Strength</b>	<b>Weakness</b>
<ul style="list-style-type: none"> <li>● OMDC is one of the oldest mining companies in India and has established continuous profit making track record.</li> <li>● Good financial resources with consistent profitability and debt free balance sheet.</li> <li>● High level of resource reserve potential.</li> <li>● Market capitalization is very high. OMDC share of ₹10/- reached the peak of ₹92,000/- in BSE in November, 2010.</li> <li>● Satisfactory cash reserve.</li> <li>● Intrinsic capacity to expand.</li> <li>● Being a Central PSU, can leverage government support.</li> </ul>	<ul style="list-style-type: none"> <li>● BPMEL is the lessee of three of the six mines currently being operated by OMDC. These leases need to be transferred in OMDC's name in order to secure long term sustainability.</li> <li>● Shortage of qualified professional manpower in almost all the departments of OMDC.</li> <li>● Inadequate infrastructure for movement of ore by rail and road may have an adverse effect on the despatches.</li> <li>● Capacity building measures are inadequate with the change in consumption pattern in India.</li> </ul>

<b>Opportunities</b>	<b>Threats</b>
<ul style="list-style-type: none"> <li>● Demand for Iron Ore is continuously on the rise leading to economic development of the Country.</li> <li>● Opening up of economy has thrown lot of opportunities for OMDC to go for value addition projects. OMDC can leverage its resources successfully for future growth.</li> <li>● Favorable regulatory changes being initiated by the Central Government from time to time to align the mining rules with the global standards may enable the Company to look for new mining areas.</li> </ul>	<ul style="list-style-type: none"> <li>● Non renewal of mining leases and non transfer of three major mining leaseholds which are in the name of BPMEL constitutes real threat. Risk factors such as high inflation, rising energy prices, uncertain domestic and international political environment, change in government policies could affect the Company's performance adversely.</li> <li>● Ban on export of Iron Ore may results in a narrow market.</li> </ul>

**3) SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE**

Segment wise performance of OMDC in 2012-13 in comparison to 2011-12 are given below in Table I :

**TABLE I**

<b>Production (MT)</b>	<b>2012-2013</b>	<b>2011-2012</b>
<b>Manganese Ore</b>	-	-
<b>Iron Ore</b>	-	-
<b>Sponge Iron</b>	-	-
<b>Despatch ( MT)</b>		
<b>Manganese Ore</b>	-	-
<b>Iron Ore</b>	-	-
<b>Sponge Iron</b>	-	1468
<b>Sales (₹in Lacs)</b>		
<b>Manganese Ore</b>	-	-
<b>Iron Ore</b>	-	-
<b>Sponge Iron</b>	-	152.54

There was no mining activity in any of the mines of OMDC during the year 2012-13. Closure of all six mines, owing to non availability of forest and environmental clearance have resultant in nil production and dispatches of the company during the year. The company is vigorously pursuing the matter of renewal of mining leases with the State Government and Central Government authorities so as to enable it to resume its mining operations at an early date.

**4) OUTLOOK**

The Management of your Company has made a Corporate Business Plan 2012- 2022 which envisages increase in Iron Ore production from 2 million tonnes to 10 million tonnes and Manganese Ore from 0.4 million tonnes to 1 million tones, besides installation of 2 MTPA Iron Ore Beneficiation Plant and 2 MTPA Pelletisation Plant at Thakurani, District-Keonjhar, Odisha.

So far, OMDC have been doing mining operation by outsourcing. The company has planned to go for semi-mechanised mining operation departmentally. Expert third party consultants were appointed to firm up the mining plan, policy for the company for departmental mining as against contractual mining in the past. In this process MECON was also appointed to prepare Detailed Project Report of all six mines in order to introduce the latest state of art mining operations/ efficiencies at par with the best in the world. Long Term Sale Policy of the company was under examination for finalization.

**5) RISKS AND CONCERNS**

The Company has laid down the Enterprise Risk Management Policy and Procedures thereof for periodically informing Board Members about the risk assessment and minimizing procedures. In order to achieve the key objective, the policy establishes a structured and disciplined approach

to Risk Management, including the development of the Risk Matrix, in order to guide decision on risk related issues.

**6) INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

The Company has an efficient system of internal controls for achieving the following business objectives of the Company.

- Efficiency of operations
- Protection of resources
- Accuracy and promptness of financial reporting
- Compliance with the laid down policies and procedures
- Compliance with various laws and regulations.

Internal Audit is a multi-disciplinary function which reviews, evaluates and appraises the various systems, procedures/policies of the Company and suggests meaningful and useful improvements. It helps management to accomplish its objectives by bringing a systematic and disciplined approach to improve the effectiveness of risk management towards good corporate governance. The Company has taken a number of steps to make the audit function more effective. The Internal Audit is subjected to overall control environment supervised by Board Level Audit Committee, providing independence to the Internal Audit function, emphasizing transparency in the systems and internal controls with appropriate skill-mix of internal audit personnel etc. The Audit Committee in its meetings with the Company's Statutory Auditors also ascertained their views on the adequacy of Internal Control Systems in the Company and their observations on financial reports. The Audit Committee's observations are acted upon by the Management. The reports containing significant audit findings are periodically submitted to the Management and Audit Committee of the Company.

The CEO and the CFO certification provided in the relevant section of the Annual Reports specifies the adequacy of the internal control system and the procedures of the company.

**7) DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE OF THE COMPANY**

The financial performance of the Company are placed here in below :-

**a) SALES FROM OPERATIONS AND PROFIT ARE SHOWN IN TABLE II**

The details of Sales from operation and Profit after tax for the financial year 2012-13 as compared to previous financial year 2011-12 is represented in **Table II**. (₹ in Lacs)

	<b>2012-13</b>	<b>2011-12</b>	<b>Change</b>	<b>Change in %</b>
<b>Sales</b>	NIL	152.54	(152.54)	100
<b>Profit before tax and depreciation</b>	3506.64	691.85	2814.79	406.85
<b>Profit before tax</b>	2625.04	828.50	1796.54	216.84
<b>Profit after tax</b>	1286.42	344.34	942.08	273.59

It is observed from the above table that profit after tax is ₹1,286.42 lacs for the financial year 2012-13 compared to ₹344.34 lacs in the previous financial year 2011-12 recording a increase of 273.59%.

Closure of Mines owing to non-availability of forest and environmental clearance coupled with the restriction imposed on the transportation of minerals have affected production and despatches adversely and resulted in decline in sales realization by 100%.

**b) APPROPRIATION**

The Company has transferred ₹128.64 lacs to the General Reserve during the year 2012-13 compared to ₹34.43 lacs in the previous financial years 2011-12.

**c) DIVIDEND**

The Board of Directors of the Company recommended a dividend of ₹3.22/- per share of ₹1/- for the year ended 31<sup>st</sup> March, 2013 subject to the approval of the shareholders. The total payment on account of dividend would be ₹226.03 lacs inclusive of ₹32.83 lacs towards tax on dividend.

**8) INDUSTRIAL RELATION AND HUMAN RESOURCE MANAGEMENT**

Men on roll of the Company as on 31<sup>st</sup> March, 2013 had been 714 as compared to 759 as on 31<sup>st</sup> March, 2012.

➤ **Strength of SCs & STs as on 31<sup>st</sup> March, 2013**

1. Total number of employees = 714
2. Scheduled Castes amongst them = 90(Executive 9 and Non-Executive 81)
3. Scheduled Tribes amongst them = 271(Executive 4 and Non Executive 267)
4. OBC = 138
5. Total SCs, STs and OBC = 499

In order to have continued cordial industrial relation, a system of Permanent Negotiation Mechanism (PNM) has been introduced to have meetings with Unions at a fixed intervals, for creating better understanding between Management and Workers, for discussing various issues, for smooth functioning of the organisation and expeditious decisions for the settlement of grievances had been functioning satisfactorily. Training programme is taken up intermittently to enhance the skill-sets of the employees in alignment with their respective roles.

**9) ENVIRONMENTAL PROTECTION AND CONSERVATION, TECHNOLOGICAL CONSERVATION, RENEWAL ENERGY DEVELOPMENTS, FOREIGN EXCHANGE CONSERVATION**

**I. Environmental Protection and Conservation**

Your Company is taking measures to protect the environment and conserve the resources as per the Environment Management Plan prepared for each mines and the Company's Corporate Plan for 2012-22.

**II. Energy Conservation**

The Company consumes purchased electricity. Adequate steps are being taken by the Company to reduce the electricity consumption. 25KW transformer has been installed to eliminate operation of 62.5 KVA diesel operated DG set and 25 nos. of solar Light fitted for street lighting as a measure of conservation of energy.

**III. Technology absorption**

The Company has not absorbed any new technology during the year for its operational activities.

**IV. Foreign Exchange Earnings and Outgo:**

There was no transaction in foreign exchange during the year.

**10. CORPORATE SOCIAL RESPONSIBILITY**

The Company is actively involved in various CSR initiatives. Detailed information is disclosed in the Directors' Report.

**11. CAUTIONARY STATEMENT**

Statements made in the Director's Report and Report on Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations, predictions etc may be "forwarding-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/ supply and price conditions in the domestic markets in which the Company operates, changes in the Government regulations, tax laws, litigation, industrial relations and other statues and incidental factors. Readers are cautioned not to place undue conviction on the forward looking statements.

## CORPORATE GOVERNANCE REPORT

### 1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

OMDC believes that good Corporate Governance practices ensure ethical and efficient conduct of the affairs of the Company and also help in maximizing value for all its stakeholders. The Company endeavours to uphold the principles and practices of Corporate Governance to ensure transparency, integrity and accountability in its functioning which are vital to achieve its Vision.

OMDC recognizes that good Corporate Governance is a continuous exercise and reiterates its commitment to pursue the highest standards of Corporate Governance in the overall interest of all its stakeholders. For effective implementation of the Corporate Governance practices, OMDC has a well -defined policy framework inter alia consisting of the following:-

- Code of Conduct for Directors and Senior Management Personnel
- Code of Conduct for prevention of Insider Trading
- Risk Management Policy
- Integrity Pact to enhance transparency in business
- Whistle Blower Policy
- Conduct, Discipline and Appeal Rules for employees.

### 2. BOARD OF DIRECTORS

As on 31<sup>st</sup> March, 2013 the Board of OMDC comprises of eight directors, headed by Ex-Officio Non-Executive Chairman, a full time Managing Director, one Ex-Officio Non-Executive Director, a Government Nominee Director, three Non-Executive Independent Directors and one Non-Executive Independent Director nominated by Life Insurance Corporation of India (LIC).

#### a. Composition and category of the Board of Directors as on 31<sup>st</sup> March, 2013 :

##### **Ex-Officio Non-Executive Chairman**

Shri Amrendra Prasad Choudhary

##### **Whole-Time Managing Director**

Dr. Satish Chandra

##### **Ex-Officio Non-Executive Director**

Shri Umesh Chandra

##### **Government of India Nominee Director**

Shri E.K. Bharat Bhusan, Additional Secretary, Ministry of Steel

##### **Non-Executive Independent Directors**

1. Shri Harsh Mahajan
2. Shri Ashok Vij
3. Smt. Uma Menon
4. Shri Tapasendra Chattopadhyay (Nominee Director of LIC)

Managing Director is appointed by Government of India for a period of five years or till the age of superannuation or until further orders whichever is earliest. The Directors are initially appointed by the Board as Additional Director in terms of the provisions of Section 260 of the Companies Act, 1956 and thereafter by the shareholders in the Annual General Meeting.

Government Nominee Director representing Ministry of Steel, retire from the Board on ceasing to be official of Ministry of Steel, Government of India.

Non Executive Directors (Independent) are normally appointed for a tenure of three years.

The tenure of the following 3(three) Non-Executive Independent Directors on the Board of OMDC has been expired w.e.f 6<sup>th</sup> April, 2013.

- 1) Shri Harsh Mahajan,
- 2) Shri Ashok Vij
- 3) Mrs Uma Menon

From April, 2013 onwards the Company has not been able to comply with the requirement of 50% Independent Directors on its Board, as OMDC, being a Government Company under the administrative control of the Ministry of Steel, the Directors are nominated by the Government of India. The Company has been pursuing with the Government of India to induct requisite number of Independent Directors as required under clause 49 of the Listing Agreement.

Shri E.K. Bharat Bhusan, Govt Nominee Director was ceased from the Board of OMDC w.e.f 1.05.2013 pursuant to the order of Ministry of Steel, Government of India.

Shri Lokesh Chandra, Govt Nominee Director nominated in the Board of OMDC in his place w.e.f 1.05.2013 pursuant to the order of Ministry of Steel, Government of India.

Based on recommendation of EIL, holding company of OMDC, and approval of the Board, Smt Uma Menon was inducted as a Director on the Board of OMDC and nominated as member of the Audit Committee w.e.f 24.05.2013.

As on 31st March,2013, the composition of the Board of OMDC is in conformity with Clause 49 of the Listing Agreement and DPE guidelines on Corporate Governance.

#### **b. Board Meeting Procedure**

The meetings are convened by giving appropriate advance notice after obtaining approval of the Chairman of the Board/ Committee. Detailed agenda, management reports and other explanatory statements are circulated in advance in the defined format amongst the Board members for facilitating meaningful, informed and focused decisions at the Board meetings. In case of special and exceptional circumstances, additional/supplemental agenda item(s) are also permitted. To address specific urgent need, meetings are also being called at a shorter notice. In case of exigencies or urgency Resolutions are passed by Circulation.

**Information placed before the Board of Directors**

The Board of Directors has complete access to information within the Company. The information, inter alia, regularly supplied to the Board includes:

- Annual Operating Plans and Budgets and any updates.
- Capital Budget, Revenue Budget and any updates.
- Quarterly / Annual Results of the Company.
- Minutes of Meeting of Audit Committee and other Committees of the Board.
- Major Decisions in Joint Ventures.
- Disclosure of Interest by Directors and Other Statutory Items.
- Major expansion plans of the Company.
- Any Significant Development in Human resources / Industrial Relation.

**c. Attendance of each Director at the Board Meeting, Last AGM, Number of Directorship and Membership/Chairmanship of Committee**

**i) Chairman**

Name & Designation	Financial Year 2012-13 Attendance at			As on date				Remarks
	No. of Board Meetings held during the tenure	No. of Board Meetings Attended	Attendance in last AGM (19.09. 2012)	No. of Directorship in other Companies and partnership in firms		*No. of Committee position held in other Public Limited Companies		
				**Director	Partner	Chairman	Member	
<b>Shri Amrendra Prasad Choudhary (Ex-officio Non-Executive Chairman)</b>	7	6	Yes	6	0	0	0	Appointed from 1.08.2011 & continuing till date.

**ii) Whole Time Managing Director**

Name & Designation	Financial Year 2012-13 Attendance at			As on date				Remarks
	No. of Board Meetings held during the tenure	No. of Board Meetings Attended	Attendance in last AGM (19.09. 2012)	No. of Directorship in other Companies and partnership in firms		*No. of Committee position held in other Public Limited Companies		
				**Director	Partner	Chairman	Member	
<b>Dr. Satish Chandra Managing Director</b>	7	7	Yes	2	0	0	0	Appointed from 29.10.2009 & continuing till date.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**iii) Government of India Nominee Director**

Name & Designation	Financial Year 2012-13 Attendance at			As on date				Remarks
	No. of Board Meetings held during the tenure	No. of Board Meetings Attended	Attendance in last AGM (19.09. 2012)	No. of Directorship in other Companies and partnership in firms		*No. of Committee position held in other Public Limited Companies		
				**Director	Partner	Chairman	Member	
<b>Shri Udai Pratap Singh (Government of India Nominee Director)</b>	2	1	No	5	0	0	0	Appointed on 16.09.2011 & ceased w.e.f 2.08.2012
<b>Shri E. K Bharat Bhusan (Government of India Nominee Director)</b>	5	4	No	7	0	0	0	Appointed from 2.08.2012 & ceased w.e.f 1.05.2013

**iv) Ex-Officio Non-Executive Director**

<b>Shri Umesh Chandra (Ex-Officio Non-Executive Director)</b>	7	6	Yes	3	0	0	0	Appointed from 1.6.2011 & continuing till date.
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**v) Non-Executive Independent Directors**

<b>Smt. Uma Menon (Non-Executive Independent Director)</b>	7	7	Yes	2	0	2	2	Appointed from 6.4.2010 & ceased w.e.f 6.04.2013
<b>Shri Ashok Vij (Non-Executive Independent Director)</b>	7	7	Yes	4	1	1	4	Appointed from 6.4.2010 & ceased w.e.f 6.04.2013
<b>Shri Harish Mahajan (Non-Executive Independent Director)</b>	7	5	No	2	0	2	2	Appointed from 6.4.2010 & ceased w.e.f 6.04.2013
<b>Shri Tapasendra Chattopadhyay (Nominee of LIC)</b>	7	7	No	1	0	0	0	Appointed from 23.02.2009 & continuing till date

\* In accordance with Clause 49 of the Listing Agreement, Chairmanship/ Membership of only the Audit Committees and Shareholders'/ Investors' Grievance Committees of all Public limited companies have been considered.

\*\* The other Directorships held by Directors as mentioned above, do not include Directorships of Foreign Companies, Section 25 Companies and Private limited Companies.

**Notes :**(i) Directors are not related to each other;  
(ii) Directors do not have any pecuniary relationships or transactions with the Company;  
(iii) The Directorships/Committee Memberships are based on the latest disclosure received from Directors;  
(iv) None of the Director is a Member of more than 10 Committees or Chairman of more than 5 Committees, across all the Companies in which he is a Director.

**d. Brief resume of the Director retiring by rotation**

<b>Name of the Director</b>	Shri Umesh Chandra
<b>Date of Birth</b>	02.07.1954
<b>Date of Appointment</b>	01.06.2011
<b>Qualification</b>	Bachelor of Engineering (Mechanical)
<b>Experience</b>	<p>He joined Visakhapatnam Steel Plant in 1990 as a Manager. He worked in various senior positions in departments such as Power Engineering Maintenance, Thermal Power Plant, Steel Melt Shop, Central Maintenance Mechanical and Wire Rod Mill. He spearheaded the modernization and up-gradation of major units at VSP. He is actively associated in the expansion of capacity of Vishakhapatnam Steel Plant from 3 Million Tons to 6.3 Million Tons of Liquid Steel and monitoring the commissioning and stabilizing of the expansion Plant.</p> <p>He is a member of the Board of Directors of RINL since November 2008. He is responsible for policy formulation/execution and spearheading the vital plant operations, right from mining/raw-material stage to finished product stage and also the IT infrastructure &amp; application.</p> <p>As a member of the Board he is actively involved in ensuring the long term raw material security for VSP. Some of the projects which are under consideration are Joint Ventures with NMDC for slurry pipe line for transportation of Iron Ore, acquisition of Iron Ore mines in the States Jharkhand, Odisha, Chhattisgarh, Rajasthan and A.P. He is also a member of the Board of RINMOIL, the Joint Venture project with MOIL for Ferro-Alloy plant in A.P.</p>
<b>Directorship Details</b>	<p>a) Rashtriya Ispat Nigam Ltd.  b) RINMOIL Ferro Alloys Pvt. Ltd.  c) The Orissa Minerals Development Company Limited.  d) The Bisra Stone Lime Company Limited.  e) Eastern Investments Limited.</p>
<b>Membership of Committees</b>	NIL
<b>Number of Shares held in the Company</b>	NIL

**e. Meetings of Board & attendance during the year**

During the year 2012-2013, seven (7) Board Meetings were held, the details of which are given below:

Sl. No.	Date of Board Meeting	Board Strength	Number of Directors Present
1	28.04.2012	8	6
2	18.05.2012	8	8
3	11.08.2012	8	6
4	27.08.2012	8	8
5	13.09.2012	8	8
6	09.11.2012	8	7
7	07.02.2013	8	7

**3. COMMITTEE**

**Constitution of Committee of Board of Directors:**

The terms of reference of Board Committee are determined by the Board from time to time. Presently the Company has three (3) committees— Audit Committee, Shareholders'/ Investors' Grievance Committee, and Remuneration Committee. All the decisions pertaining to the constitution of the committee, appointment of members and fixation of terms of reference for committee members are taken by the Board of Directors.

**3.1 AUDIT COMMITTEE OF BOARD**

The Audit Committee assists the Board in discharging its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the Company and its compliance with the legal and regulatory requirements. The Committee's purpose is to oversee the accounting and financial reporting process of the Company, the audit of the Company's financial statements, the appointment, independence performance and remuneration of the statutory auditors, the performance of internal auditors and the Company's risk management policies. The terms of reference of the committee are as spelt out in Listing Agreement and DPE Guidelines on Corporate Governance.

**a. Powers of Audit Committee**

The Audit Committee has powers, which include the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**b. Brief description of terms of reference**

The role of the Audit Committee shall include the following:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
  - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of Section 217 of the Companies Act, 1956.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgement by management.
  - Significant adjustments made in the financial statements arising out of audit findings.
  - Compliance with listing and other legal requirements relating to financial statements.
  - Disclosure of any related party transactions, and
  - Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control system.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- Discussion with internal auditors any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control system of a material nature and reporting the matter to the Board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture-holders, shareholders (in case of non-payment of declared dividends) and creditors.
- Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging the function) after assessing the qualification, experience & background, etc. of the candidate.
- To review the functioning of the Whistle Blower Mechanism, in case the same is existing.
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee or contained in the Listing Agreement as and when amended from time to time.

**c. Composition, Name of Members and Chairman**

The Audit Committee of OMDC consists of the following three Directors and all of three are Non Executive Independent Directors.

1. Shri Ashok Vij, Independent Director - Chairman
2. Shri Harsh Mahajan, Independent Director - Member
3. Shri T Chattopadhyay, Independent Director - Member

The Company Secretary acts as the Secretary to the Committee.

**d. Meetings of Audit Committee & attendance during the year**

During the year under review, 7(seven) meetings of the Audit Committee were held. The details of which are as follows

Sl. No.	Date	Strength of Audit Committee at Respective Meeting	Number of Members Present
1	28.04.2012	3	3
2	16.05.2012	3	3
3	17.05.2012	3	3
4	10.08.2012	3	2
5	27.08.2012	3	3
6	09.11.2012	3	3
7	06.02.2013	3	2

**3.2 SHAREHOLDERS' / INVESTORS' GRIEVANCE COMMITTEE**

The Committee is entrusted with the responsibility to address the shareholders and investors complaints with respect to transfer of shares, non-receipt of annual report, non-receipt of declared dividends, etc. The Committee evaluates performance and service standards of the Registrar and Share Transfer Agent (RTA) of the Company, and also provides continuous guidance to improve the service levels for investors. The Committee monitors implementation and compliance of the Company's Code of Conduct for Prohibition of Insider Trading in pursuance of SEBI (Prohibition of Insider Trading) Regulations, 1992.

**a. Brief description of terms of reference**

The responsibilities of the committee are as follows:

- a. Redressal of investors' complaints
- b. Non-receipt of declared dividend, balance sheets of the company
- c. Carrying out any other function contained in the Listing agreement as and when amended from time to time.

**b. Composition, Name of Members and Chairperson**

The Shareholders/ Investors' Grievance Committee of OMDC consists of the following Directors who are all Non-Executive Independent Directors of the Company :

1. Smt Uma Menon, Independent Director - Chairperson
2. Shri T. Chattopadhyay, Independent Director – Member

The Company Secretary of the Company acts as the Secretary to the Committee.

**c. Meeting of Shareholders' / Investors' Grievance Committee & attendance during the year**

During the year under review, 4 (four) meetings of the Shareholder / Investors' Grievance Committee were held. The details of which are as follows:

Sl. No.	Date	Strength of the Committee at Respective Meeting	Number of Directors Present
1	16.05.2012	2	2
2	10.08.2012	2	2
3	09.11.2012	2	2
4	06.02.2013	2	2

**d. During the year under review the following cases of transfer / transmission / issue of duplicate shares were received and processed:**

Particulars	Number of Cases		Total cases	Number of Equity Shares involved		Total shares
	Face value of ₹10/-	Face value of ₹1/-		Face value of ₹10/-	Face value of ₹1/-	
Transfer of shares	1	2	3	50	70	120
Transmission of shares	9	1	10	2455	3000	5455
Issue of duplicate share certificates	NIL	NIL	NIL	NIL	NIL	NIL

**e. During the year the total number of requests received for dematerialization & rematerialization and number of shares dematerialized & rematerialized are given below:**

PARTICULARS	No of cases		Total Cases	No of shares		Total shares
	Face value of ₹10/	Face value of ₹1/-		Face value of ₹10/	Face value of ₹1/	
<b>1) DEMAT</b>						
NSDL	5	10	15	601	8840	9441
CSDL	4	5	9	127	16630	16757
<b>2) REMAT</b>						
NSDL	2	NIL	2	5	NIL	5
CSDL	NIL	NIL	NIL	NIL	NIL	NIL

**f. Details in respect of shareholders' complaints:** During the year under review, Securities and Exchange Boards of India (SEBI) has introduced online complaint redressal system namely SEBI Complaint Redressal System (SCORES).

- Number of shareholders complaints received during the year -14
- Number of complaints redressed during the period -14
- Number of pending complaints as on 31.03.2013 - Nil

During the financial year ended 31st March, 2013, the Company and the RTA have attended investor grievances expeditiously except for the cases constraint by disputes or legal impediment.

**g. Compliance Officer :**

Mrs. S. Das, Company Secretary  
Address : " Sourav Abasan", 2nd Floor, AG - 104,  
Sector - II, Salt Lake City, Kolkata - 700 091  
Tel : (033) 4016-9274  
Fax : (033) 4016-9267  
Email : info.birdgroup@nic.in  
Website : www.birdgroup.gov.in

Pursuant to Clause 47(f) of the listing agreement, the Company's e-mail for grievance redressal purpose is info.birdgroup@nic.in where complaints can be lodged by the investors.

### **3.3 REMUNERATION COMMITTEE**

The Board of Directors at its meeting held on 30th April, 2010 had constituted a Remuneration Committee of Directors in line with the DPE Guidelines.

**a. Role of Remuneration Committee:**

The Remuneration Committee is to

1. decide annual bonus/variable pay pool and policy for its distribution across the executives and non unionized supervisors, within the prescribed limits.
2. discharge such other responsibilities as may be applicable and prescribed, in Companies Act, 1956, DPE Guidelines and Listing Agreement and other Government Guidelines.

**b. Composition, Name of Members and Chairman**

The Remuneration Committee of OMDC consists of the following Directors who are all Non-Executive Independent Directors of the Company :

1. Shri Harsh Mahajan, Independent Director - Chairman
2. Shri Ashok Vij, Independent Director - Member
3. Shri T. Chattopadhyay, Independent Director - Member

The Company Secretary of the Company acts as the Secretary to the Committee.

The scope, powers and terms of reference of the Remuneration Committee shall be as per the directives issued by DPE, Listing Agreement, the Companies Act, 1956 etc.

**c. Meeting of Remuneration Committee & attendance during the year**

During the year under review, 1 (one) meeting of the Remuneration Committee was held. The details of which are as follows:

Sl. No.	Date	Strength of the Committee at Respective Meeting	Number of Directors Present
1.	10 <sup>th</sup> August 2012	3	2

OMDC being a Government Company, the terms and conditions of the appointment and remuneration of Functional Director are determined by Government through its Administrative Ministry, Ministry of Steel.

The Non-Executive Independent Directors are paid sitting fees as approved by the Board within the ceiling fixed under the Companies Act, 1956 and as per the guidelines issued by the Government of India.

**d. The details of remuneration paid to Functional Director during the financial year 2012-13 are as follows:**

Name of the Director	Pay & Benefits	Contribution to PF & Super Annuation Funds	Other Benefits	Total (₹In Lacs)
Dr. Satish Chandra	6.31	1.57	3.34	11.22

During the year under review, the Non-Executive Directors (Independent) were paid sitting fees ₹7500/- per day per Director for attending the meeting of the Board, any Committee meeting or otherwise incurred in the execution of their duties as Director.

Government Director, Ex-Officio Non-Executive Directors and Functional Director are not paid sitting fees for attending the meeting of the Board or any Committee meeting thereof.

- e. **During the year, the Non Executive Independent Directors received sitting fees for attending the meetings of the Board/Committee etc. as follows:**

<b>Name of the Directors</b>	<b>Sitting Fees (₹)</b>
Shri Tapasendra Chattopadhyay	82500
Shri Harsh Mahajan	52500
Shri Ashok Vij	97500
Smt. Uma Menon	82500
<b>Total</b>	<b>315000</b>

The Company does not have any ADRs / GDRs / Warrant scheme for stock option / convertible instruments. The Directors are not holding any shares of the Company.

#### **4. OTHER FUNCTIONAL COMMITTEES**

Apart from the above, the Board constitutes, from time to time, functional committees with specific terms of reference as it may deem fit. Meetings of such committees are held as and when the need for discussing the matter concerning the purpose arises. Time schedule for holding the meetings of such committees are finalized in consultation with the committee members.

#### **5. PROCEDURE AT COMMITTEE MEETINGS**

The Company's guidelines relating to Board meetings are applicable to Committee meetings as far as may be practicable. Each Committee has the authority to engage outside experts, advisors and counsels to the extent it considers appropriate to assist in its work. Minutes of the proceedings of the Committee meetings are placed before the Board meetings for perusal and noting.

#### **6. POST MEETING FOLLOW-UP MECHANISM**

The Guidelines for Board and Board Committee meetings facilitate an effective post meeting follow-up, review and reporting process for the decisions taken by the Board and Board Committees thereof. The important decisions taken at the Board/Board Committee meetings are communicated to the departments/divisions concerned promptly. Action taken report on the decisions/minutes of the previous meeting(s) is placed at the immediately succeeding meeting of the Board/Board Committee for noting by the Board/Board Committee.

#### **7. OBSERVANCE OF THE SECRETARIAL STANDARDS ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA**

The Institute of Company Secretaries of India (ICSI), one of the premier professional bodies in India. ICSI has issued Secretarial Standards on important aspects like Board Meetings, General Meetings, Payment of Dividend, Maintenance of Registers and Records, Minutes of

Meetings and Transfer/ Transmission of shares. Though these standards are recommendatory in nature, the company adheres to the standard voluntarily.

#### **8. SHARE TRANSFER COMMITTEE**

The Board has constituted the Share Transfer Committee (STC) to consider and approve all related issues of Shares and Shares transfers. The Members of the Committee are as under:

- i) Managing Director
- ii) General Manager (Commercial)
- iii) General Manager (Personnel)
- iv) CFO
- iv) Company Secretary

Share transfers are generally registered within a maximum period of 15 days from the date of receipt provided the documents are complete in all respects. All transfers are first processed by the Transfer Agent and submitted to the "Share Transfer Committee" for approval thereafter. The authorized officials of the Company approve the transfer and duly transferred shares are returned to the shareholders.

The Company obtains a certificate from a Practicing Company Secretary on half yearly basis to the effect that all the transfers are completed in the statutorily stipulated period. In compliance with clause 47 (c) of the Listing Agreements, a copy of the certificate so received is submitted to the stock exchanges, where the shares of the Company are listed.

The Company has appointed M/s CB Management Services (P) Limited as a common agency for share registry work (both physical & electronic) in compliance of circular No. D&CC/FITTC/CIR15/2002 dated 27th December, 2002 issued by SEBI, for all matters connected with transfers and transmissions of shares and also dematerialization of shares and other related functions.

**a) During the year report, four (4) meetings of Committee were held. The details of attendance of the Members are indicated below:**

Sl.No.	Meeting Date	Strength of STC	No. of Members present
1	22.11.12	5	5
2	10.12.12	5	5
3	11.01.13	5	5
4	11.03.13	5	5

**b) Attendance of each Member at the Share Transfer Committee meetings**

Sl.No.	Name of the Member	No. of meetings held	No. of meetings attended
1	Managing Director	4	4
2	General Manager (Commercial)	4	4
3	General Manager (Personnel)	4	4
4	CFO	4	4
5	Company Secretary	4	4

**9. NON OFFICIAL INDEPENDENT DIRECTORS COMMITTEE MEETING**

As per Circular No. 16(4)/2012- GM dated 28th December, 2012 issued by the Ministry of Heavy Industries and Public Enterprises, Department of Public Enterprises regarding the Role & Responsibilities of non-official Directors on the Boards of Central Public Sector Enterprises (CPSEs) a separate Meeting of Non-Official Directors of the company is required to be held at least once in a year, without the attendance of Functional and Government directors and members of management. Accordingly, One (1) meeting of Committee was held on 04.04.2013 with the following Committee Members:

- i) Shri Ashok Vij
- ii) Smt Uma Menon
- iii) Shri Harsh Mahajan
- iv) Shri Tapasendra Chattopadhyay

**a) The details of attendance of the Members are indicated below**

Sl. No.	Meeting Date	Strength of STC	No. of Members present
1.	04.04.13	4	3

**b) Attendance of each Member at the Non official Independent Directors Committee Meeting**

Sl.No.	Name of the Member	No. of meetings held	No. of meetings attended
1.	Shri Ashok Vij	1	1
2.	Smt Uma Menon	1	1
3.	Shri Harsh Mahajan	1	0
4.	Shri .T. Chattopadhyay	1	1

**10. GENERAL BODY MEETINGS**

- i. Location and time where last three Annual General Meetings (AGMs) held.
- ii. Whether any special resolutions passed in the last three AGMs.

**i. The details of the location and time of Annual General Meetings (AGMs) of OMDC held during last three years are as under:**

Year	Venue	Date	Time
2009-10	"PURBASHREE AUDITORIUM" Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB - 201, Sector - III, Salt Lake City, Kolkata - 700106	28-09-2010	11.30 A.M.
2010-11	"PURBASHREE AUDITORIUM" Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB - 201, Sector - III, Salt Lake City, Kolkata - 700106	16-09-2011	11.00 A.M
2011-12	"PURBASHREE AUDITORIUM" Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB-201, Sector III, Salt Lake City, Kolkata-700106	19-09-2012	11.00 A.M.

**ii. Details of Special Resolutions passed in last three Annual General Meetings :**

Date of Annual General Meeting	Number of Special Resolution Passed	Details of Special Resolution
28-09-2010	Nil	Nil
16-09-2011	Nil	Nil
19-09-2012	1	Alteration of division of capital clause (Clause 4) of the articles of association of the company for giving effect to sub -division of the existing equity shares of face value of ₹10/- each into 10 equity shares having face value of ₹1/- (Rupees One) per equity

**iii. Details of Extra Ordinary General Meeting held during the last three years:**

During the last three years, one Extra Ordinary General Meeting was held on 19.03.2010 at PURBASHREE AUDITORIUM, Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB-201, Sector – III, Salt Lake City, Kolkata-700106.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

In the Year	Extra Ordinary General Meeting(EOGM)	Number of Resolution Passed	Details of Resolution
2009-10	Yes	One	Consent has been accorded by the shareholders of OMDC towards restructuring scheme which has been approved by the Union Cabinet and also the consent for conversion of OMDC as subsidiary of Eastern Investments Limited(EIL), an Investment Company under the Bird Group.
2010-11	No	No	No
2011-12	No	No	No

No Extra Ordinary General Meeting was held during the year.

**iv. Details of Resolutions passed through Postal Ballot in the last three years :**

In the Year	Date of Passing of the Resolution by Postal Ballot	Number of Ordinary Resolution Passed	Details of Ordinary Resolution
2009-10	Nil	Nil	Nil
2010-11	30-04-2010	1 (One)	Appointment and fixation of remuneration and other terms and condition of the appointment of Dr. Satish Chandra, the Chairman cum Managing Director of the Company.
2011-2012	Nil	Nil	Nil

None of the businesses proposed to be transacted in the ensuing AGM require passing of special resolution through Postal Ballot.

**11. DISCLOSURES :**

- a. The Company has not entered into any materially significant related party transactions that may have potential conflict with the interests of the Company at large. Nonetheless, transactions with related parties have been disclosed in Note No. 27 to the Accounts in the Annual Report.
- b. There was no case of non-compliance of provisions of Companies Act, 1956 or Rules & Regulations of Stock Exchanges or SEBI or any Statutory Authority. These Authorities have also not passed any strictures or imposed penalty on the Company, on any matter related to Capital Markets, during the last three years.
- c. In respect of Whistle Blower Policy, no personnel of the Company have been denied access to the Audit Committee.
- d. The Company has complied with the requirement of Clause 49 of the Listing Agreement and DPE Guidelines on Corporate Governance.

- e. The Company has formulated and implemented Code of Conduct for all Board Members and Senior Management of the Company in compliance with Clause 49 of the Listing Agreement. The same has also been posted at the Company's website at [www.birdgroup.gov.in](http://www.birdgroup.gov.in). All Board Members and Senior Management personnel affirm compliance with the code on annual basis. A declaration to this effect for the relevant year duly signed by Managing Director of the Company is annexed with this report.
- f. The certification under Clause 49(V) of the Listing Agreement by CEO and CFO to the Board is appended to this report.
- g. The Company has also laid down the Enterprise Risk Management Policy and Procedures thereof for periodically informing Board Members about the risk assessment and minimizing procedures. The specific objective of the Risk Management Policy are:
  - 1. To ensure that all the current and future material risk exposures of the company are identified, assessed, quantified, appropriately mitigated and managed.
  - 2. To establish a framework for the company's risk management process and to ensure companywise implementation.
  - 3. To ensure systematic and uniform assessment of risks related with projects and operational mines.
  - 4. To enable compliance with appropriate regulations, wherever applicable, through the adoption of best practices.
  - 5. To assure business growth with financial stability.
- h. In preparation of the Financial Statements, the Company has followed the accounting standards issued by the Institute of Chartered Accountants of India. The significant accounting policies have been set out in the notes to accounts.
- i. None of the Directors inter-se related to other Directors of the Company.
- j. The details of the Presidential Directives received by the Company and the compliance thereof have been provided in the Directors' Report.

**Compliance with non-mandatory requirement:**

The Company has complied with and adopted the following non-mandatory requirements of Clause 49 of the Listing Agreement :

❖ **The Board:**

- ❖ The Chairman is Ex-Officio Non-Executive Chairman and Managing Director of the Company is in whole time employment. Independent Directors are appointed by Ministry of Steel, Govt. of India for a tenure not exceeding three years.

❖ **Shareholders' Rights:**

The Company publishes the quarterly unaudited/audited financial results in leading National English Newspaper as mentioned under heading "Means of Communication". These

unaudited/audited financial results are also posted on Company's website [www. birdgroup. gov.in](http://www.birdgroup.gov.in). The Company communicates major events, achievements etc. through electronic media, newspaper and also on its website.

❖ **Audit Qualification:**

The Company always aims to present unqualified financial statements.

❖ **Training of Board Members:**

The newly appointed Director of the Company are familiarized with the various aspects of the Company like Vision & Mission Statement, core activities, board procedures, strategic directions, etc. by way of a detailed presentation. Information material like Code of Conduct, Insider Trading Code, Performance Highlights etc. are provided to supplement the above presentation. Periodic presentations are made at the Board and Committee Meeting to update them all business related issues and new initiatives undertaken. The Directors are also nominated for training programs/seminars conducted by SCOPE and other government authorities.

❖ **Mechanism for evaluating Non Executive Board Members:**

Being a PSU, appointment/nomination of majority of the Directors are done by Government of India through Ministry of Steel. The Company has not adopted any mechanism for evaluating individual performance of Non-Executive Board Members.

❖ **Whistle Blower Policy:**

The Company has framed a Whistle Blower Policy wherein the employees are free to report any improper activity resulting in violation of laws, rules, regulations or code of conduct by any of the employees, to the Competent Authority or Chairman of the Audit Committee, as the case may be. The confidentiality of those reporting violations shall be maintained. No person has been denied access to the Audit Committee.

- k. Other than the sitting fees paid (₹7500/ per day per Director), Part time Non-Executive Directors have no pecuniary relationship or transactions with the Company during the year under report.
- l. Items of expenditure debited in books of accounts, which are not for the purposes of the business : Nil
- m. Expenses incurred which are personal in nature and incurred for the Board of Directors and Top Management : Nil
- n. Employee Stock Options:

The Company has not granted any Options during the financial year 2012-13.

## 12. HOLDING/ SUBSIDIARY COMPANY

The Orissa Minerals Development Company Limited (OMDC) is a subsidiary of Eastern Investments Limited (EIL) and EIL is subsidiary of Rashtriya Ispat Nigam Limited (RINL). Thus OMDC became subsidiary of RINL.

OMDC does not have any subsidiary company.

## 13. MEANS OF COMMUNICATION

- i) **Quarterly Results:** The Company publishes the quarterly unaudited/audited financial results in leading National English Newspaper i.e. "Business Standard" in English on an all India basis and "Dainik Statesman" in Bengali (vernacular) language from Kolkata.
- ii) **News Releases, Presentation, etc.:** Company communicates major achievements and important events taking place in the Company through Press, Electronic Media and also on its Website.
- iii) **Annual Report:** Annual Report containing, inter alia, Audited Annual accounts, Directors' Report, Auditors' Report and other important information is circulated to members and other entitled thereto. The Management's Discussion and Analysis (MD&A) Report forms part of the Annual report and is displayed on the Company's website [www.birdgroup.gov.in](http://www.birdgroup.gov.in).
- iv) **Chairman's Communique:** Printed copy of the Chairman Speech is distributed to all the shareholders at the Annual General Meetings. The same is also placed on the website of the Company.
- v) **Reminder to Investors:** Reminders for unclaimed dividend are sent to the shareholders as per records every year.
- vi) **NSE Electronic Application Processing System (NEAPS):** The NEAPS is a web based application designed by NSE for Corporates. The Shareholding Pattern and Corporate Governance Report are also filed electronically on NEAPS.
- vii) **SEBI Complaints Redress System (SCORES):** The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are : Centralised 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.
- viii) **Green Initiative- reaching important communication to shareholders through email**

In terms of Green Initiative launched by the Ministry of Corporate Affairs, to allow service of documents to the members through electronic mode, OMDC would send the copy of Annual Reports for the year 2012-13 alongwith the notice convening the Annual General Meeting through email to those shareholders who have registered their email id with the DP/R&T agents and opted not to receive the Annual report in physical form.

**14. CODE OF INSIDER TRADING**

In pursuance of the SEBI(Prohibition of Insider Trading) Regulations,1992 the Board has laid down "Code of Conduct for Prevention of Insider Trading" with objective of preventing purchase and or sale of shares of the company by an insider on the basis of unpublished price sensitive information. Further the Trading Window has been closed for the Directors and Employees of the Company as per Insider Trading Code in force in the Company.

**15. GENERAL SHAREHOLDER INFORMATION**

**i) AGM Date, Time and Venue:**

Date	Time	Venue
20 <sup>th</sup> September,2013	11.00 A.M	"PURBASHREE AUDITORIUM" Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB-201, Salt Lake, Sector-III Kolkata-700 106

**ii) Financial Calendar for 2013-14 (Tentative)**

Sl. No.	Approval / Adoption of	On or before
1 <sup>st</sup> quarter results	(Unaudited)	on or before 14.08.2013
2 <sup>nd</sup> quarter results	(Unaudited)	on or before 14.11.2013
3 <sup>rd</sup> quarter results	(Unaudited)	on or before 14.02.2014
4 <sup>th</sup> quarter results	(Audited)	on or before 30.05.2014
Next Annual General Meeting within September		30 <sup>th</sup> September, 2014

**iii) Date of Book Closure** : From 12thSeptember to 20th September,2013  
(both days inclusive)

**iv) Dividend Payment Date** : Within 30 days from the date of declaration of dividend

**v) Last date of submission of ECS mandate/ bank particulars** : On or before 16th September, 2013 to  
CB Management Services (P) Ltd.  
P-22, Bondel Road  
Kolkata - 700019

**vi) Listing on Stock Exchanges** :

OMDC shares are listed on National Stock Exchange, Calcutta Stock Exchange and got trading permission under permitted category at Bombay Stock Exchange. Listing fees for the year 2013-14 has been paid to the Stock Exchanges.

**vii) Stock Code**

Sl. No.	Name of the Stock Exchange where Company's Equity Shares are Listed	Scrip Code / Company Code
1	National Stock Exchange, Mumbai	ORISSAMINE
2	Calcutta Stock Exchange, Kolkata	25058
3	Bombay Stock Exchange, Mumbai	590086

**viii) Market price data:** The monthly high & low price of the shares of OMDC for the period from April, 2012 to March, 2013.

**Note:** Fully paid up equity shares of F.V. ₹1/- each against every 1 fully paid up equity shares of F.V. ₹10/- were allotted to shareholders on 31.10.2012 under new ISIN INE725E01024 of the company. The existing equity shares of face value of ₹10/- each bearing distinctive nos.000001 to 600000 stand cancelled w.e.f 31<sup>st</sup> October, 2012.

**a. Market price data of the Company's share at Bombay Stock Exchange Limited (BSE):**

Year	Month	Highest (₹)	Lowest (₹)
2012	April	<b>37169.95</b>	<b>31777.00</b>
2012	May	33769.00	26816.10
2012	June	33750.00	25550.00
2012	July	46870.35	29635.05
2012	August	60392.25	45068.30
2012	September	58000.00	43098.55
2012	October	49700.00	4332.00
2012	November	4378.00	2980.00
2012	December	4044.00	3165.00
2013	January	4484.50	3725.00
2013	February	3960.00	3234.10
2013	March	3330.00	2375.00

**b. Market price data of the Company's share at National Stock Exchange (NSE)**

Year	Month	Highest (₹)	Lowest (₹)
2012	April	37168.85	31500.05
2012	May	33700.00	26805.90
2012	June	33800.00	25500.00
2012	July	46949.40	29613.00
2012	August	60482.80	45091.60
2012	September	58093.85	43155.10
2012	October	49756.00	4340.00
2012	November	4382.65	3505.00
2012	December	4050.00	3701.00
2013	January	4479.90	3725.00
2013	February	3965.00	3225.10
2013	March	3289.35	2300.00

**ix) Performance in comparison to broad-based indices on BSE and NSE for 2012-13**

Month	NSE		BSE	
	S&P CNX NIFTY (₹)	OMDC (₹)	SENSEX (₹)	OMDC (₹)
April, 2012	5358.50	<b>37168.85</b>	17318.81	<b>37169.95</b>
May, 2012	5239.15	33700.00	16218.53	33769.00
June, 2012	5278.90	33800.00	17429.98	33750.00
July, 2012	5345.35	46949.40	17236.18	46870.35
August, 2012	5421.00	60482.80	17429.56	60392.25
September, 2012	5703.30	58093.85	18762.74	58000.00
October, 2012	5787.60	49756.00	18505.38	49700.00
November 2012	5879.85	4382.65	19339.90	4378.00
December, 2012	5930.90	4050.00	19426.71	4044.00
January, 2013	6082.30	4479.90	19894.98	4484.50
February, 2013	5998.90	3965.00	18861.54	3960.00
March, 2013	5945.70	3289.95	18835.77	3330.00

**x) Liquidity**

The Company's Equity Shares are among the most liquid and actively traded shares on the Indian Stock Exchanges. OMDC shares are one of the frequently traded shares, both in terms of the number of shares traded, as well as value. The highest trading activity is witnessed on the BSE and NSE.

**xi) Registrar and Share Transfer Agent (RTA)**

CB Management Services (P) Ltd  
 P-22, Bondel Road,  
 Kolkata – 700019.  
 Ph : (033) 4011-6700/11/18/23/29  
 Fax : (033) 4011-6739  
 e-mail : rta@cbmsl.com

**xii) Depositories with whom Company has entered into agreement**

Name	ISIN CODE
Central Depository Services (India) Limited (CDSL)	INE 725E01024
National Securities Depository Limited (NSDL)	INE 725E01024

The Annual Custodial fees for the financial year 2013-2014 has been paid to CDSL & NSDL.

**xiii) Corporate Identity Number**

Corporate Identity Number(CIN) of the Company, allotted by the Ministry of Corporate Affairs, Government of India is L51430WB1918SGC003026.

**xiv) Payment of Depository Fees**

Annual Custody/ Issuer fees for the year 2013-14 has been paid by the Company to NSDL and CDSL.

**xv) No. of Shares held in dematerialized and physical mode as on 31st March, 2013**

Particulars	Shares	%	Number of Shareholders	%
Held in dematerialized form in NSDL	4295081	71.58	9423	60.48
Held in dematerialized form in CDSL	1357809	22.63	5985	38.42
Physical	347110	5.79	172	1.10
<b>TOTAL</b>	<b>6000000</b>	<b>100.00</b>	<b>15580</b>	<b>100.00</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**xvi) Top Ten Shareholders of the Company as on 31st March, 2013.**

Sl. No.	Name of the Shareholder	Number of Shares held	% of Shareholding
1.	Eastern Investments Limited	3000390	50.01
2.	Life Insurance Corporation of India	925000	15.42
3.	Mahendra Giridharilal	91090	1.52
4.	3A Capital Services Limited	76950	1.28
5.	ASPI H Tangree	75630	1.26
6.	All Bank Finance Limited	66000	1.10
7.	Misrilal Jain	49500	0.83
8.	Darius R Madon	39000	0.65
9.	The Property Company Private Limited	64510	1.08
10.	Hitash SatishChandra Doshi	33430	0.56
	<b>TOTAL</b>	<b>4422000</b>	<b>73.70</b>

**xvii) Categories of Shareholders with Shareholding Pattern as on 31-03-2013**

Shareholders	Number of Shares	Percentage (%)
1. Government (Central and State )	0	0.00
2. Government Companies (Eastern Investments Limited)	3000890	50.01
3. Public Financial Companies(LICI)	925000	15.42
4. Nationalized and other Banks	24178	0.40
5. Mutual Funds	75	0.00
6. Venture capital	0	0.00
7. Foreign holdings [Foreign Institutional Investor(s) Foreign Company(s). Foreign Financial Institution(s) Non Resident Indians, Overseas corporate bodies or others.]	90534	1.51
8. Body corporate(not mentioned above)	436465	7.27
9. Directors or relatives of directors	0	0.00
10. Other top fifty (50) shareholders (other than listed above)	586379	9.78
11. Indian Public	921845	15.37
12. Others		
a) Clearing Members	14634	0.24
b) Custodian of Enemy Property for India	0	0.00
<b>TOTAL</b>	<b>6000000</b>	<b>100.00</b>

**xviii) Distribution of shareholding by size as on 31.03.2013**

Category	Number of Shareholders		Number of Shares	
	Total	% of Shareholder	Total	% to Share Capital
1-500	15046	96.57	523092	8.72
501-1000	267	1.71	219923	3.67
1001-2000	123	0.79	189935	3.17
2001-3000	59	0.38	162869	2.71
3001 – 4000	11	0.07	40292	0.67
4001- 5000	23	0.15	105573	1.76
5001-10000	33	0.21	236546	3.94
10001-50000	12	0.08	286210	4.77
50001-100000	4	0.03	309670	5.16
100001 And Above	2	0.01	3925890	65.43
<b>Total</b>	<b>15580</b>	<b>100.00</b>	<b>6000000</b>	<b>100.00</b>

**xix) Geographical Analysis Report as on 31<sup>st</sup> March, 2013**

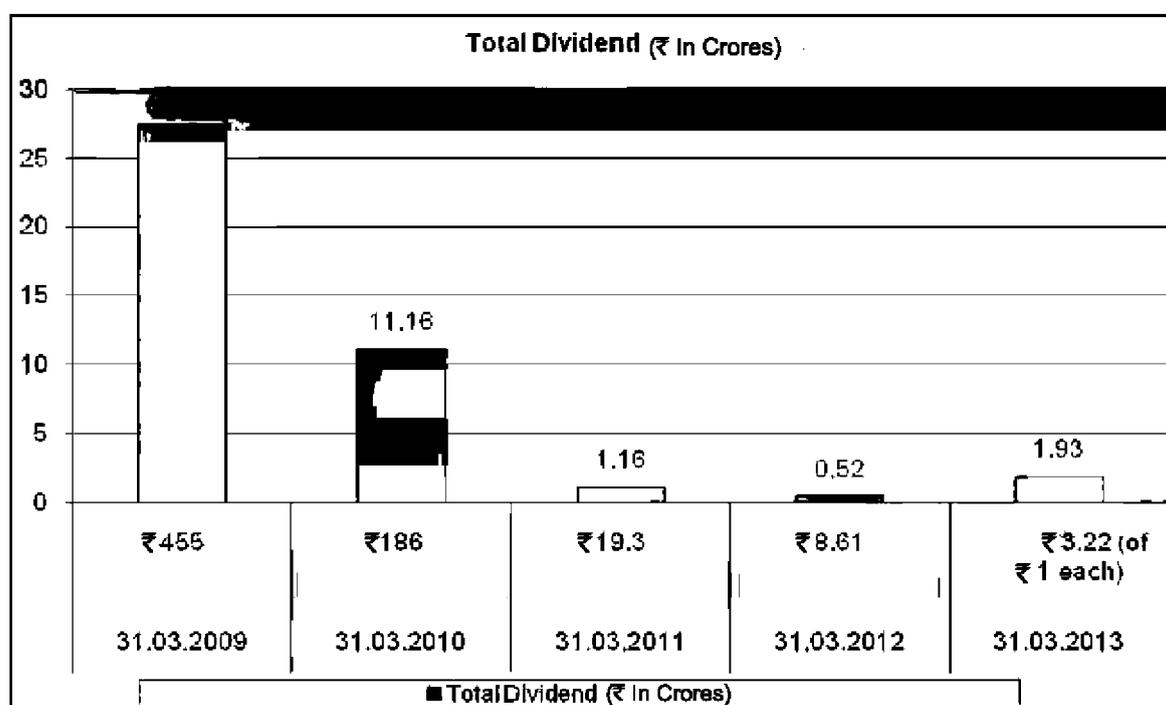
State	Number of Shareholders	% of Shareholder	Number of Shares	% of Shares
AHMEDABAD	2129	13.66	201316	3.36
BANGALORE	379	2.43	15726	0.26
CHENNAI	306	1.96	12985	0.22
HYDERABAD	246	1.58	8908	0.15
KOLKATA	1084	6.96	3532249	58.87
MUMBAI	4915	31.55	1812622	30.21
NEW DELHI	494	3.17	67045	1.12
PUNE	358	2.30	93679	1.56
SURAT	275	1.77	9171	0.15
OTHERS	5394	34.62	246299	4.10
<b>TOTAL</b>	<b>15580</b>	<b>100.00</b>	<b>6000000</b>	<b>100.00</b>

**xx) Dividend History (Five years)**

Financial Year Ended	Dividend Per Share (₹)	Total Dividend (₹ In Crores)
31.03.2009	455.00	27.30
31.03.2010	186.00	11.16
31.03.2011	19.30	1.16
31.03.2012	8.61	0.52
31.03.2013	3.22 (of Rs. 1 each)	1.93

Note : Total dividend is exclusive of dividend tax.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**



**xxi) Unclaimed Dividend**

Pursuant to the provisions of Section 205A(5) of the Companies Act, 1956, particulars of the dividends declared by the Company, which remained unpaid or unclaimed are given below:

Financial Year	Date of Payment of Dividend	Total Dividend (₹ In Crores)	Unclaimed Dividend as on 31.03.2013 (₹)	Due Date for Transfer of Unclaimed Dividend Amount to IEPF*
2005-06	10.10.2006	19.50	39,04,875	09.10.2013
2006-07	09.10.2007	26.02	52,44,474	08.10.2014
2007-08	10.10.2008	22.32	47,46,526	09.10.2015
2008-09	16.10.2009	27.30	45,94,135	15.10.2016
2009-10	12.10.2010	11.16	22,22,514	11.10.2017
2010-11	10.10.2011	1.16	2,38,934	09.10.2018
2011-12	05.10.2012	0.51	1,34,031.87	04.10.2019

\* Investor Education and Protection Fund (IEPF)

**xxii) Transfer of unpaid/ unclaimed dividend amount to Investor Education and Protection Fund**

During the year under review, an amount of ₹30,65,972 (Rupees Thirty Lacs Sixty Five Thousand Nine Hundred Seventy Two only) pertaining to unpaid dividend for the financial year 2004-05 were transferred to Investor Education and Protection Fund (IEPF) of the Central Government.

As per provision of the Section 205A read with Section 205C of the Companies Act, 1956 the Company is required to transfer unpaid dividends remaining unclaimed and unpaid for the period of 7 years from the due date(s) to the Investor Education and Protection Fund (IEPF) set up by the Central Government.

Unclaimed final dividend for the year 2005-06 is due for transfer to Investors' Education and Protection Fund (IEPF) established by Government of India on or after 9th October, 2013. All shareholders, whose dividend is unpaid, are requested to lodge their claim with CB Management Services Private Limited, the Registrar and Share Transfer Agent of the Company by submitting an application latest by 18th September, 2013. Kindly note that no claims will lie against the Company or the IEPF once the dividend amount is deposited in IEPF.

Members who have not encashed their dividend warrants within their validity period may write to the Company at its Registered Office or CB Management Services Private Limited, the Registrar and Share Transfer Agent of the Company, for revalidating the warrants or for obtaining duplicate warrants/ or payment in lieu of such warrants in the form the demand draft.

Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 19<sup>th</sup> September, 2012 (date of last Annual General Meeting) on the website of the Company ([www.birdgroup.gov.in](http://www.birdgroup.gov.in)), as also on the Ministry of Corporate Affairs website.

**xxiii) Reconciliation of Share Capital Audit**

The reconciliation of share capital audit of the Company prepared in terms of SEBI Circular No. D & CC/FITTC/CIR-16/2002 dated 31st December, 2002 reconciling the total shares held in both the depositories, viz –NSDL and CDSL and in physical form along with the total issued /paid up capital of the Company is placed before the Board of Directors and duly submitted to the Stock Exchange(s) for each quarter.

**xiv) Mines Locations**

- a) Thakurani Iron & Manganese Mines  
The Orissa Minerals Development Co. Ltd.  
At/P.O. Thakurani, Via – Barbil,  
District : Keonjhar, (Odisha)  
Pin : 758035
  
- b) Belkundi Bagiaburu Iron Mines  
The Orissa Minerals Development Co. Ltd.  
At/P.O. Nalda, Via – Barbil,  
District : Keonjhar, (Odisha)  
Pin : 758035

**c) Bhadrasahi Iron and Manganese Mines**  
The Orissa Minerals Development Co. Ltd  
At Kolha, Roida. Via – Joda,  
District : Keonjhar, (Odisha)  
Pin : 750038

**d) OMDC Sponge Iron Plant**  
The Orissa Minerals Development Co. Ltd.  
At/P.O. Thakurani, Via Barbil,  
District : Keonjhar, (Odisha)  
Pin : 758035

**Other Offices at:**

New Delhi:

Core-IV, II Floor, Scope Minar,  
Laxmi Nagar District Centre,  
New Delhi-110092

Bhubaneswar:

Plot No-2132/5131/5161  
Jayadev Nagar  
Nageswar Tangi  
Bhubaneswar- 751002

**xxv) Address for Correspondence:**

The shareholders may address their communications / suggestions / grievances / queries to  
CB Management Services (P) Ltd  
P – 22, Bondel Road,  
Kolkata – 700019.  
Phone: (033) 4011-6700 / 11 / 18 / 23/29  
Fax : (033) 2287-0263  
E mail : [rta@cbmsl.com](mailto:rta@cbmsl.com)

OR

Company Secretary  
The Orissa Minerals Development Company Limited  
“Sourav Abasan”, 2nd Floor,  
AG-104, Sector-II, Salt Lake City,  
Kolkata-700091  
Tel : (033) 4016-9274  
Fax : (033) 4016-9267,  
E-mail : [info.birdgroup@nic.in](mailto:info.birdgroup@nic.in),  
Website : [www.birdgroup.gov.in](http://www.birdgroup.gov.in)

**xxvi) Cautionary Statement:**

Details given here in above relating to various activities and future plans may be 'forward looking statements' within the meaning of applicable laws and regulations. The actual performance may differ from those expressed or implied.

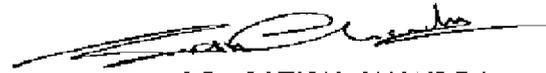
**xxvii) Auditor's Certificate on Corporate Governance:**

The Company has obtained a Certificate from CS Mohan Goenka, Practicing Company Secretary, Partner of M/s M.R & Associates regarding compliance of Corporate Governance as stipulated in Clause 49 of the Listing agreement and the same is enclosed herewith.

All material requirements with respect to Corporate Governance as stipulated in the Listing Agreement have been complied with.

**DECLARATION AS REQUIRED UNDER CLAUSE 49 1(D) OF THE  
LISTING AGREEMENT WITH THE STOCK EXCHANGES**

In compliance with Clause 49 1(D) of the Listing Agreement, all the Members of the Board and Senior Management of the Company have affirmed compliance with the Code of Conduct for the year ended 31<sup>st</sup> March, 2013.



**DR. SATISH CHANDRA**  
Chief Executive Officer & Managing Director

Place : Kolkata

Date : 10.04.2013

**CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)  
CERTIFICATION PURSUANT TO CLAUSE 49 (V) OF THE LISTING AGREEMENT**

We, Dr. Satish Chandra, Chief Executive Officer (CEO) and Managing Director (MD) and Shri T.K. Saha, Chief Financial Officer (CFO) of The Orissa Minerals Development Company Limited (OMDC), to the best of our knowledge and belief certify that :

- a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2013 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 were, to the best of our knowledge and belief, no transactions entered into by the company during the year 2012-2013 which were fraudulent, illegal and violance to the Company's code of conduct.
- c) We accept responsibilities for establishing and maintaining internal controls for financial reporting and that they 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 Company's Auditors and the Audit Committee :
  - i) significant changes if any, in internal control over financial reporting during the year;
  - ii) significant changes if any, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - iii) as regards the transactions of the company during the year 2012-2013 is concerned it is to declare that we are not aware of any significant fraud and involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.



(T.K. SAHA)

Chief Financial Officer (CFO)



(DR. SATISH CHANDRA)

Chief Executive Officer (CEO) & Managing Director

Place : Delhi

Date : 24.05.2013

*MR & Associates*

Company Secretaries

46, B. B. Ganguly Street, 4<sup>th</sup> Floor, Kolkata-700012  
Phone No: 2237 9517, E-mail: goenkamohan@hotmail.com

**CERTIFICATE**

**To the Members of  
The Orissa Minerals Development Company Limited**

1. We have examined the compliance of conditions of Corporate Governance by The Orissa Minerals Development Company Limited, for the year ended 31.03.2013, as stipulated in clause 49 of the Listing Agreement of the said company with Stock Exchange(s).
2. The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination has been limited to procedure and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.
3. In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the directors and the management, we certify that the company has complied with the conditions of the Corporate Governance as stipulated in the above mentioned Listing Agreement.
4. We further 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.

Place: Kolkata  
Date: July 8<sup>th</sup>, 2013

For MR & Associates  
Company Secretaries



*Mohan Ram Goenka*  
Mohan Ram Goenka  
Partner  
C P No.: 2551

Ref: SA/O/7R

**Independent Auditor's Report**

To

The Members of

The Orissa Minerals Development Company Limited

**A. Report on the Financial Statements**

We have audited the accompanying financial statement of The Orissa Minerals Development Company Limited, which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**B. Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial Statements that are free from material misstatement, whether due to fraud or error.

**C. Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements in order to design audit procedures that are appropriate in the circumstances. 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

**D. Basis for "Qualified Opinion"**

Attention is drawn to the Note 30(2.3) to the Financial Statements regarding non availability of confirmation of balances from Trade Payables/Trade Receivables/Loans & Advances and

the adjustment, if any, which may arise on receipt of confirmations with their consequential impact on the year's profit and year-end Assets & Liabilities is not ascertainable.

**E. Qualified Opinion**

***In our opinion and to the best of information and according to the explanations given to us, the financial statement give "except for the effects of the matter described in the Basis for Qualified Opinion paragraph" 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:***

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;***
- (b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;***
- (c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.***

**F. Emphasis of matter**

We also draw attention to Note 30(8) to the financial statements which states about preparation of the accounts on a going concern basis inspite of the fact that mining operations of the Company have been stopped for more than two years due to non receipt of environment/forest/other clearances from the Government of Odisha as well as Central Government and the management is regularly following up with the Governments for opening and resumption of mining operations. Our opinion is not Qualified in respect of this matter.

**G. Report on Other Legal and Regularly Requirements**

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2. As required by Section 227(3) of the Act, we report that:
  - a. We have 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Act;
  - e. The provision of clause (g) of sub-section (1) of Section 274 of the Act is not applicable to the Company vide notification GSR – 829 (Z) dated 21.10.2003 issued by the Department of Company Affairs, Govt. of India, New Delhi.

- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under Section 441 of the Act nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For L.B.JHA & Co.**  
Chartered Accountants  
Firm Registration Number: 301088E

Place: Kolkata  
Date: 24<sup>th</sup> May, 2013

**(A.K. Gandhi)**  
Partner  
Membership No 16350

Ref: SA/L-1R

**ANNEXURE TO THE AUDITORS' REPORT  
(Referred to in Paragraph G.1 of our report of even date)**

1. [a] The Company has maintained proper records to show full particulars including quantitative details and situation of the fixed assets.  
  
[b] The Fixed Assets have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its fixed assets. The discrepancies noticed on such verification were not material and have been properly dealt with in the books of account.  
  
[c] In our opinion, and according to the information and explanations given to us, the Company has not disposed off a substantial part of its fixed assets during the year.
2. [a] As explained to us, stock of stores have been physically verified during the year by the management. Stock of Finished Goods and Raw Materials has been physically verified by an outside agency on behalf of the Company. In our opinion, the frequency of verification is reasonable.  
  
[b] In our opinion the procedures of physical verification of inventory followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.  
  
[c] In our opinion the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification between the physical stock and book records were not material and the same have been dealt with in the books of account.
3. The Company has not granted/taken any loans secured unsecured to/from companies, firm or other parties covered in the register maintained under section 301 of the act.
4. In our opinion and according to the information and explanations given to us and based on our review, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets, there was no sale of goods made during the year. Further, on the basis of our examination on the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have we been informed of any instances of major weakness in the aforesaid internal control procedure and continuing failure on the part of the management to take corrective course of action in this regard.
5. In our opinion and according to the information and explanations given to us, during the year there were no transactions that were need to be entered into the register in pursuance of Section 301 of Act.
6. The Company has not accepted any deposits under the provisions of Sections 58A and 58AA of the Act and the rules framed there under.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

7. In our opinion, and based on our review, the Company has an internal audit system which need to be strengthened to make it commensurate with the size and nature of its business.
8. We have made an overall review of the books of account maintained by the Company, pursuant to the rules made by the Central Government of India, for the maintenance of cost records has been prescribed under clause (d) of sub-section (1) of Section 209 of the Act and are of the opinion that *prima facie*, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate and complete.
9. [a] According to the information and explanations given to us and records of the Company examined by us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues as applicable to it.

There are no arrears of outstanding statutory dues other than share of shortfall of distributable interest on Provident Fund as at the last day of the financial year for a period of more than 6 months from the date they became payable:

Name of Statute	Nature of due	Amount* (₹ in lacs)	Period to which it relate	Due Date/ Fund accounts signed on
P.F. Act.	Share of shortfall of distributable interest	2.55	2011-2012	07/03/2012
		2.43	2010-2011	07/02/2011
		0.94	2009-2010	25/03/2011
		0.21	2008-2009	07/10/2009

\*All of these dues have since been deposited on 22.05.2013.

- [b] According to the information and explanations given to us records of the Company examined by us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty and Cess as at March 31, 2013 which have not been deposited on account of disputed except as follows:-

Name of Statute	Nature of dues	Period to which it pertains	Forum where dispute is pending	Amount (₹ in Lac)
Sales Tax Act	CST	2003-2004	Tribunal	4.44
Sales Tax Act	CST	2006-2008	Additional Commissioner (Appeal)	35.22
Orissa Entry Tax	Entry Tax	2005-2008	Additional Commissioner (Appeal)	40.53
Central Excise Act	Excise Duty	2003-2005	Commissioner BBSR	25.08
Central Excise Act	Service Tax	2006-2008	High Court of Orissa	111.76
Income Tax Act	Income Tax	Assessment Year:2010-2011	Deputy Commissioner	92.69

10. The Company does not have any accumulated losses. The Company has neither incurred cash losses during the financial year covered by our audit nor in the immediately preceding financial year.
11. According to the records of the Company as examined by us and the information and explanations given to us, the Company has not accepted any deposits/loans from any financial institutions/banks nor it has issued any debentures.
12. Based on our examination of documents and records and according to the information and explanations given by the management, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, and according to explanations received from the management, the provisions of any special statutes relating to a chit fund or a nidhi/mutual benefit fund/ societies are not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments.
15. In our opinion and according to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions during the year.
16. In our opinion, and according to the information given to us, the Company has not availed any term loans.
17. On the basis of an overall examination of the balance sheet of the Company, in our opinion, and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investment.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
19. In our opinion and according to the information and explanations given to us, the Company has not issued any debentures during the year nor has any debentures outstanding as at 31<sup>st</sup> March, 2013.
20. The Company has not raised any money by way of any public issue during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, nor noticed or reported during the year, have we been informed of such a case by the management.

**For L.B.JHA & Co.**  
Chartered Accountants  
Firm Registration Number: 301088E

**(A.K. Gandhi)**

Place: Kolkata  
Date: 24<sup>th</sup> May, 2013

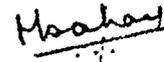
Partner  
Membership No 16350

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH, 2013**

The preparation of financial statements of The Orissa Minerals Development Company Limited for the year ended 31 March, 2013 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 is responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 24.05.2013.

I, on the behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under Section 619(3) (b) of the Companies Act, 1956 of the financial statements of The Orissa Minerals Development Company Limited for the year ended 31 March, 2013. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' Report under section 619(4) of the Companies Act, 1956.

For and on the behalf of the  
Comptroller & Auditor General of India



(Manoj Sanay)

Principal Director of Commercial Audit  
Ranchi

Place: Ranchi  
Date: 24.07.2013

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2013**

(₹ In Lacs)

	Note No.	As at 31st March 2013	As at 31st March, 2012
<b>I. EQUITY AND LIABILITIES</b>			
<b>1. SHAREHOLDERS' FUNDS</b>			
(a) Share Capital	01	60.00	60.00
(b) Reserves and Surplus	02	81236.79	80,176.41
<b>2. NON CURRENT LIABILITIES</b>			
(a) Deferred Tax Liabilities ( Net )	03	769.64	101.02
(b) Other Long Term Liabilities	04	958.84	869.96
(c) Long Term provisions	05	568.75	537.32
<b>3. CURRENT LIABILITIES</b>			
(a) Trade Payables	06	151.05	439.85
(b) Other Current Liabilities	07	5492.88	5,938.03
(c) Short Term Provisions	08	2099.97	1,121.51
<b>Total</b>		<b>91337.92</b>	<b>89,244.10</b>
<b>II. ASSETS</b>			
<b>1. NON CURRENT ASSETS</b>			
<b>(a) Fixed Assets</b>			
(i) Tangible Assets	09	3276.84	3,048.21
(ii) Intangible Assets	09	5699.44	5,722.27
(iii) Capital Work-in-Progress	10.	139.99	285.35
(b) Non Current Investments	11	387.73	387.73
(c) Long term Loans and Advances	12	4516.95	389.56
<b>2. CURRENT ASSETS</b>			
(a) Inventories	13	2708.99	2,663.18
(b) Trade Receivables	14	43.73	121.02
(c) Cash and Bank Balances	15	67816.41	69,924.15
(d) Short Term Loans and Advances	16	3948.28	4,237.50
(e) Other Current Assets	17	2799.56	2,465.13
<b>Total</b>		<b>91,337.92</b>	<b>89,244.10</b>
Significant Accounting Policies	29		
Additional notes to Financial Statements	30		

Notes referred to above form an integral part of the Financial Statements.

In terms of our report of even date  
**FOR L.B Jha & Co.**  
 Firm Registration No. 301088E  
 Chartered Accountants

**For and on behalf of Board of Directors**

Sd/-  
**Dr. Satish Chandra**  
 Managing Director

Sd/-  
**T. Chattopadhyay**  
 Director

**A.K Gandhi**  
 Partner  
 (Membership No. 016350)

Sd/-  
**Tapan Kumar Saha**  
 CFO

Sd/-  
**S.Das**  
 Company Secretary

New Delhi, Dated : 24<sup>th</sup> May, 2013

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2013**

(₹In Lacs)

	Note No.	For the Year Ended 31st March, 2013	For the year ended 31st March, 2012
<b>I. INCOME</b>			
Revenue from Operations	18	—	152.54
II. Other Income	19	7,998.11	5,965.58
<b>Total Revenue</b>		<u>7,998.11</u>	<u>6,118.12</u>
<b>EXPENSES</b>			
Cost of Materials Consumed	20	—	0.75
Changes in Inventories of Finished goods- (Accretion)/Decretion	21	(50.54)	103.69
Employees' Benefits	22	2,690.03	2,667.01
Depreciation and Amortisation Expenses		881.60	(136.65)
Other Expenses	23	1,797.76	2,645.26
<b>Total Expenditure</b>		<u>5,318.85</u>	<u>5,280.06</u>
Profit for the year before Tax and Prior period Items (PPI)		2,679.26	838.06
Prior period items - Net debit	24	54.22	9.56
<b>Profit after Prior Period Items and before Tax</b>		<u>2,625.04</u>	<u>828.50</u>
<b>Tax Expenses</b>			
Current Tax		670.00	—
Deferred Tax		668.62	(484.16)
		<u>1,338.62</u>	<u>(484.16)</u>
<b>Profit / (Loss) for the period after Tax</b>		<u>1,286.42</u>	<u>344.34</u>
Basic and Diluted Earnings Per Share (Face Value Rs.1 per share in 2012-13, Rs. 10/- per share in 2011-12.)	25	<u>21.44</u>	<u>57.39</u>
Significant Accounting Policies	29		
Additional Notes to Financial Statements	30		

Notes referred to above form an integral part of the Financial Statements.

In terms of our report of even date  
**FOR L.B Jha & Co.**  
Firm Registration No. 301088E  
Chartered Accountants

**For and on behalf of Board of Directors**

Sd/-  
**Dr. Satish Chandra**  
Managing Director

Sd/-  
**T. Chattopadhyay**  
Director

**A.K Gandhi**  
Partner  
(Membership No. 016350)

Sd/-  
**Tapan Kumar Saha**  
CFO

Sd/-  
**S.Das**  
Company Secretary

New Delhi, Dated : 24<sup>th</sup> May, 2013

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

(₹ in Lacs)

	2012-13	2011-12
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before Taxes	2,625.05	828.50
Adjustments for :		
Depreciation/Amortisation	881.60	(136.65)
Interest Income	(7,378.79)	(5,658.16)
Dividend Income	(0.45)	—
Unspent Liability no longer required written back	(35.11)	(29.85)
Provision for Doubtful Debts/Advances	14.89	37.01
Provision for Stock	0.65	—
Profit on Sale of Motor Car	(0.32)	—
Prior period adjustment	54.22	9.56
Impairment Loss	-	129.20
Loss on sale of Investments	-	0.58
	<u>(6,463.31)</u>	<u>(5,648.31)</u>
<b>Operating Profit before Working Capital changes</b>	<b>(3,838.26)</b>	<b>(4,819.81)</b>
Movement in Working Capital for :		
(Increase)/Decrease in Inventories	(46.45)	113.27
(Increase)/Decrease in Trade Receivables	76.95	(28.14)
(Increase)/Decrease in Loans & Advances	(4,040.19)	1,778.03
Increase/( Decrease) in Trade Payable/ Liabilities/Provision	<u>(348.79)</u>	<u>(2,489.09)</u>
	<u>(4,358.48)</u>	<u>(625.93)</u>
<b>Cash generated from Operations</b>	<b>(8,196.74)</b>	<b>(5,445.74)</b>
Direct Tax (Paid)/ Refund Received	106.97	(299.00)
<b>Net Cash generated from Operating Activities</b>	<b>(8,089.77)</b>	<b>(5,744.74)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(946.40)	(294.50)
Sale of Fixed Assets	0.32	-
Sale of Investments	-	300.00
Interest Received	7,074.96	5,658.16
Dividend Received	0.45	-
<b>Net Cash used in Investing Activities</b>	<b>6,129.33</b>	<b>5,663.66</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payment of Dividend and Dividend Tax	(147.30)	(135.03)
<b>Net Cash used in Financing Activities</b>	<b>(147.30)</b>	<b>(135.03)</b>
Net Increase/(Decrease) in Cash & Cash equivalents (A+B+C)	<b>(2,107.74)</b>	<b>(216.11)</b>
<b>Cash &amp; Cash equivalents as on 01.04.2012 (Opening Balance)</b>	<b>69,924.15</b>	<b>70,140.26</b>
<b>Cash &amp; Cash equivalents as on 31.03.2013 (Closing Balance)</b>	<b>67,816.41</b>	<b>69,924.15</b>

In terms of our report of even date

For and on behalf of Board of Directors

**FOR L.B Jha & Co.**

Firm Registration No. 301088E

Chartered Accountants

Sd/-

**Dr. Satish Chandra**  
Managing Director

Sd/-

**T. Chattopadhyay**  
Director

**A.K Gandhi**

Partner

(Membership No. 016350)

Sd/-

**Tapan Kumar Saha**  
CFO

Sd/-

**S.Das**  
Company Secretary

New Delhi, Dated : 24<sup>th</sup> May, 2013

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

₹ In Lacs

Particulars	As at 31st March, 2013	As at 31st March, 2012
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**Note 01 : Share Capital**

(a) Authorised 60,00,000 Equity Shares of Re. 1/- each	60.00	60.00
(b) Issued,Subscribed & Fully paid up 60,00,000 equity shares of Re. 1/- each	60.00	60.00

(Previous year 6,00,000 shares @ Rs. 10/- each)

(c) A reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period.

Particulars	Equity Shares		
	Number	Face Value (₹)	₹ in Lacs
Shares outstanding as at the beginning of the year	6,00,000	Rs. 10 /-	60.00
Shares outstanding as at the end of the year	60,00,000	Re. 1/-	60.00

(d) The Company has only one class of equity shares having a par value of ₹1/- each(Previous year ₹10/- each).Each share holder is eligible for one vote per share.The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

(e) Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held.

Name of the Shareholder	% of Shares held	No of Shares held
Eastern Investments Ltd.	50.01%	30,00,890
Life Insurance Corporation of India	15.42%	925,000

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

Particulars	As at		₹ In Lacs	
	31st March, 2013		As at 1st March, 2012	
<b>Note 02 : Reserves and Surplus</b>				
<b>Capital Reserve</b>				
Amount as per last Balance Sheet (Arising out of Revaluation of Fixed Assets)	<u>89.50</u>	89.50	<u>89.50</u>	89.50
<b>General Reserve</b>				
Amount as per last Balance Sheet	31,851.63		31,817.20	
Add transferred during the Year	<u>128.64</u>	31,980.27	<u>34.43</u>	31,851.63
<b>Surplus</b>				
Amount as per last Balance Sheet	48,235.27		47,985.41	
Add: Surplus as per Statement of Profit and Loss	1,286.42		344.34	
Less: Appropriations -				
General Reserve	128.64		34.43	
Proposed Dividend	193.20		51.66	
Tax on Proposed Dividend	<u>32.83</u>	49,167.02	<u>8.38</u>	48,235.27
<b>Total</b>		<u>81,236.79</u>		<u>80,176.41</u>

**02.01: Proposed Dividend & Dividend per Share**

		As at	As at
		31st March, 2013	31st March, 2011-12
<b>Equity Dividend</b>			
Proposed Dividend	Amount in ₹	19,320,000.00	5,166,000.00
Number of Equity Shares	(No.of shares)	6,000,000.00	600,000.00
Dividend per Share	Amount in ₹	3.22	8.61

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

		₹ In Lacs	
		As at	As at
		31st March , 2013	31st March, 2012
<b>Note 03.00 : Deferred Tax Liabilities (Net)</b>			
<b>Deferred Tax Liability</b>			
Difference between Book and Tax depreciation		864.20	650.80
	Sub-Total (A)	<u>864.20</u>	<u>650.80</u>
<b>Deferred Tax Assets</b>			
Provision for Gratuity/Leave Encashment		89.73	203.00
Provision for Doubtful Debts, Advances, Claims, Interest		4.83	204.28
Expense U/S 43B of I T Act		-	142.50
	Sub-Total (B)	<u>94.56</u>	<u>549.78</u>
<b>Net Deferred Tax Liability</b>	(A) - (B)	<u>769.64</u>	<u>101.02</u>

**Note 04.00 : Other Long Term Liabilities**

**Others**

Other Liabilities(Refer Note no. 3.2)	958.84	869.98
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<b>Total</b>	<u>958.84</u>	<u>869.98</u>
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**Note 05.00 : Long Term Provisions**

**Provisions for Employee Benefits**

Leave Encashment ( Half Pay Leave and Earned Leave )	282.20	250.77
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**Others**

Provision for Site Reclamation	286.55	286.55
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<b>Total</b>	<u>568.75</u>	<u>537.32</u>
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**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	As at 31st March, 2013	₹ In Lacs As at 31st March, 2012
<b>Note 06.00 : Trade Payables</b>		
Others	151.05	439.85
<b>Total</b>	<b>151.05</b>	<b>439.85</b>
<b>Note 07.00 : Other Current Liabilities</b>		
Advance from Customers	2,566.51	2,399.04
Earnest Money, Security & Other Deposits	1,219.60	1,847.73
Unpaid Dividend	210.85	298.11
(Implementation of revision of wages as per pay commission is due)	1,495.92	1,393.15
<b>Total</b>	<b>5,492.88</b>	<b>5,938.03</b>
<b>Note 08.00 : Short Term Provisions</b>		
<b>Provisions for Employee Benefits</b>		
Gratuity to Employees	316.28	350.65
Leave Encashment(Half Pay Leave and Earned Leave)	22.35	24.25
Liability for Gratuity- Prior to LIC	7.58	7.58
Gratuity, Half Pay Leave & Earned Leave (wage revision provision)	173.76	-
PF shortfall of differential interest (due to Provident Fund Institution)	6.13	1.15
<b>Others</b>		
Provision for Income Tax	1,347.84	677.84
Proposed Dividend	193.20	51.66
Tax on proposed Dividend	32.83	8.38
<b>Total</b>	<b>2,099.97</b>	<b>1,121.51</b>

## Note 9.00 Fixed Assets

Particulars	GROSS BLOCK				DEPRECIATION/AMORTISATION				NET BLOCK	
	Cost/Book Value of Assets as at 31.03.2012	Additions during the year	Asset Sold/Adjusted during the Year	Adjusted Cost/Book Value of Assets as at 31.03.2013	Up to 31.03.2012	For the year	Adjusted for Assets sold	Upto 31.03.2013	Net Asset Value as on 31.03.2013	Net Asset Value as on 31.03.2012
<b>A. TANGIBLE ASSETS</b>										
Land										
Freehold	0.28	-	-	0.28	-	-	-	-	0.28	0.28
Leasehold	196.77	-	-	196.77	12.99	1.99	-	14.98	181.79	183.78
Leasehold Properties	439.58	-	-	439.58	322.28	21.83	-	344.11	95.47	117.30
Buildings	1201.00	389.59	-	1590.59	199.04	25.56	-	224.60	1,365.99	1001.96
Railway Siding	376.98	-	-	376.98	176.50	18.03	-	194.53	182.45	200.48
Plant & Machinery	3,242.14	66.21	-	3308.35	1,825.86	190.52	-	2,016.38	1,291.98	1416.28
Furniture & Fixture	169.16	58.57	-	227.73	45.10	23.75	-	68.85	158.88	124.06
Prospecting & Development	150.66	-	-	150.66	146.59	4.07	-	150.66	0.00	4.07
Motor Vehicles	22.28	-	-	22.28	22.28	-	-	22.28	0.00	0.00
<b>Total : A</b>	<b>5798.85</b>	<b>514.37</b>	<b>-</b>	<b>6313.22</b>	<b>2750.64</b>	<b>285.75</b>	<b>-</b>	<b>3036.39</b>	<b>3276.84</b>	<b>3048.21</b>
Figures for the previous year	5902.35	31.78	135.28	5798.85	2543.42	207.22	-	2750.64	3048.21	2217.42
<b>B. INTANGIBLE ASSETS</b>										
Computer Software										
Mining Rights	8437.31	573.02	-	9010.33	2715.04	595.85	-	3310.89	5699.44	5722.27
<b>Total : B</b>	<b>8437.31</b>	<b>573.02</b>	<b>-</b>	<b>9010.33</b>	<b>2715.04</b>	<b>595.85</b>	<b>-</b>	<b>3310.89</b>	<b>5699.44</b>	<b>5722.27</b>
Figures for the previous year	8174.59	262.72	-	8437.31	1917.52	797.52	-	2715.04	5722.27	6257.06
<b>TOTAL(A+B)</b>	<b>14236.16</b>	<b>1087.39</b>	<b>-</b>	<b>15323.55</b>	<b>5465.68</b>	<b>881.60</b>	<b>-</b>	<b>6347.28</b>	<b>8976.28</b>	<b>8770.48</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	As at		₹ In Lacs	
	31st March, 2013		As at 31st March, 2012	
<b>Note 10.00 : Capital Work-In-Progress</b>				
Capital Work- in -Progress	151.56		296.92	
Less: Provision for WIP	<u>11.57</u>		<u>11.57</u>	
		<b>139.99</b>		285.35
<b>Total</b>		<u><b>139.99</b></u>		<u>285.35</u>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

			₹ In Lacs	
	No. of fully paid-up	Face Value of each Share (₹)	As at 31st March, 2013	As at 31st March, 2012
<b>Note 11.00 : Non Current Investments</b>				
<b>A. Trade Investment, Unquoted</b>				
East India Minerals Limited (Joint Venture Company)	28110100	@ Re. 1/-	281.10	281.10
The East India Clinic Ltd 5% of Non-Redeemable Debenture Stock, 1957			0.05	0.05
The Sijua (Jheriah) Electric Supply Co. Ltd. 100 Nos of Ordinary Shares @ Rs. 10/- each			0.01	0.01
<b>Total ( A )</b>			<u>281.16</u>	<u>281.16</u>
<b>B. Other Investment</b>				
B 1 Non Trade - Quoted - Investments in Equity Shares				
The Eastern Investments Limited 25434 Nos of Ordinary Shares @Rs. 10/-each Market Value Rs.619.69 lacs(Previous Year Rs.619.69 lacs)			2.42	2.42
			<u>2.42</u>	<u>2.42</u>
B 2 Non Trade - Quoted - Investments in Bonds				
8.95% Gujrat Electricity Bonds 100 Nos. of Bonds (Face Value 1,00,000)			104.15	104.15
			<u>104.15</u>	<u>104.15</u>
<b>Total ( B 1+ B 2 )</b>			<u>106.57</u>	<u>106.57</u>
<b>Total (A+B)</b>			<u>387.73</u>	<u>387.73</u>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	₹ In Lacs	
	As at 31st March, 2013	As at 31st March, 2012
<b>Note 12.00 : Long Term Loans and Advances</b> (Considered good unless otherwise stated)		
<b>Others</b>		
Considered Good	4.97	4.97
Considered Doubtful	7.24	7.24
	<u>12.21</u>	<u>12.21</u>
Less: Provision for Doubtful Advances	7.24	7.24
	4.97	4.97
<b>Security Deposits</b>	191.38	189.44
Term Deposits with Banks over 1 year	4030.00	-
Balances with Banks to the extent held as Margin Money or Security against guarantee over 1 year	290.60	195.15
	-	-
<b>Total</b>	<u>4516.95</u>	<u>389.56</u>

	₹ In Lacs	
	As at 31st March, 2013	As at 31st March, 2012
<b>Note 13.00 : Inventories (As taken and certified by the Management)</b>		
<b>Finished goods</b>	2,519.04	2,468.50
<b>Raw materials</b>	47.80	47.87
<b>Stores &amp; Spares</b>	143.23	147.25
Less: Provision for Stores Stock	1.08	0.44
	142.15	146.81
<b>Total</b>	<u>2,708.99</u>	<u>2,663.18</u>

13.01 : Quantities of Closing Stock of finished goods have been taken as per physical verification done by third parties.

	₹ In Lacs	
	As at 31st March, 2013	As at 31st March, 2012

**Note 14.00 : Trade Receivables**

(Unsecured & considered good unless otherwise stated)  
(For due from related party refer to Note: 27)

	₹ In Lacs	
	As at 31st March, 2013	As at 31st March, 2012
<b>Trade Receivables</b>		
Receivable outstanding for a period exceeding Six Months		
Considered Good	43.73	15.58
Considered Doubtful	214.61	214.30
	<u>258.34</u>	<u>229.88</u>
	214.61	214.30
Less: Provision for doubtful debt	43.73	15.58
<b>Other debts</b>	-	105.44
<b>Total</b>	<u>43.73</u>	<u>121.02</u>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	As at 31st March, 2013	₹ In Lacs As at 31st March, 2012
<b>Note 15.00 : Cash and Bank Balances</b>		
<b>a) Cash and cash equivalents</b>		
Cash in Hand	0.98	1.10
Cheques in Hand	0.10	-
Balances with Banks	102.30	400.88
Term Deposits with Banks upto 3 months	1000.00	-
Unpaid Dividend A/c	210.85	298.11
<b>b) Other Bank Balances</b>		
Term Deposits with Banks over 3 months to 1 year	66346.54	68,978.01
Balances with Banks to the extent held as Margin Money or Security against Guarantee over 3 months to 1 year	155.64	246.05
<b>Total</b>	<b>67816.41</b>	<b>69,924.15</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

₹ in Lacs

	As at 31st March, 2013		As at 31st March, 2012	
<b>Note 16.00 : Short Term Loans and Advances</b> (Unsecured and considered good unless otherwise stated)				
<b>Others</b>				
<b>Advances &amp; Other Recoverables</b> (Recoverable in cash or in kind or for value to be received) (Including doubtful Rs. 60.33/- lacs)	66.59		70.05	
Less: Provision for Doubtful Advances (For due from Related Parties refer to Note:27)	<u>60.33</u>	6.26	<u>60.33</u>	9.72
Suppliers		64.54		46.08
Employees		36.71		32.00
Others (Including doubtful Rs. 229.13/- lacs)	299.34		440.64	
Less: Provision for doubtful advances	<u>229.13</u>	70.21	<u>229.13</u>	211.51
Advance Income Tax and Fringe Benefit Tax		3717.75		3,877.45
Prepaid expenses		53.81		60.74
<b>Total</b>		<u>3948.28</u>		<u>4237.50</u>

₹ in Lacs

	As at 31st March, 2013		As at 31st March, 2012	
<b>Note 17.00 : Other Current assets</b> (Unsecured and considered good unless otherwise stated)				
<b>Interest Receivable</b>				
On Short Term Deposit with Banks		2690.61		2,386.77
On Other Investments		8.06		8.06
<b>Others</b> (Including doubtful Rs. 128.74/- lacs, Previous year Rs 118.17)	229.63		189.47	
Less: Provisions (For due from Related Parties refer to Note:27)	<u>128.74</u>	100.89	<u>118.17</u>	70.30
<b>Total</b>		<u>2799.56</u>		<u>2,465.13</u>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

Particulars	As at		(₹ In Lacs)	
	31st March, 2013	31st March, 2012	Year ended 31st March, 2012	

**Note 18.00 : Revenue from Operations**

**Sale of Products**

Iron	-	-	-	-
Less of Excise	-	-	-	-
Manganese	-	-	-	-
Less of Excise	-	-	-	-
Sponge Iron	-	-	168.25	-
Less of Excise	-	-	15.71	152.54
<b>Total</b>	-	-	-	152.54

**18.01 : Stocks, Production & Sales**

		(Quantity in Tonnes)			(₹ In Lacs)	
		Iron	Manganese		Sponge Iron	Total
<b>Opening stock</b>	Quantity	405,465	36,031		871	442,367
	Value	(409,774)	(36,778)		(2,316)	(448,868)
	Quantity	1,856	589		23	2,468
	Value	(1,874)	(646)		(52)	(2,672)
<b>Production</b>	Quantity	-	-		-	-
<b>Sales</b>	Quantity	-	-		-	-
	Value	-	-		(1,468)	(1,468)
	Quantity	-	-		-	-
	Value	-	-		(153)	(153)
<b>Adjustment</b>						
Excess/(-) Shortage	Quantity	(-)668	(-)142		(-)1	(-)811
<b>Closing Stock</b>	Quantity	404,797	35,889		872	441,558
	Value	(405,465)	(36,031)		(871)	(442,367)
	Quantity	2,122	374		23	2,519
	Value	(1,856)	(589)		(23)	(2,468)

Note: (i) Figures in brackets are for previous year.

(ii) Stock quantity of Iron Ore includes Iron Ore at SIP also.

(iii) Figures of Closing Stock are after adjustment for shortages found as per physical verification.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	As at		₹ In Lacs	
	31st March, 2013		As at 31st March, 2012	
<b>Note 19.00 : Other Income</b>				
<b>Interest Income</b>				
Fixed Deposit with Banks	7369.84		5,634.21	
Investment -Long term	8.96		23.95	
Other Interest-IT Refund	82.58		(0.58)	
Others	-	7461.38	44.65	5,702.23
(TDS receivable for year is Rs.720.99 lacs & Previous year it was 579.14 lacs)				
<b>Sundry receipts</b>				
Operating(Forfeiture of Customer Security Deposit)		487.16		95.07
<b>Dividend Income on long term Investments</b>				
		0.45		1.87
<b>Other Non-Operating Income</b>				
Provision no longer required written back	35.11		29.85	
Profit on sale of motor car	0.32			
Other Income	13.69	49.12	136.76	166.61
<b>Total</b>		<b>7998.11</b>		<b>5,965.58</b>

	Quantity		Quantity: Tonnes	
	Value		₹ In Lacs	
	Quantity	Value	Quantity	Value
<b>Note 20.00 : Cost of Raw Materials consumed</b>				
(all Indigeneous)				
Coal	≈	≈	≈	≈
Dolomite	≈	≈	≈	≈
Others	-	-	-	0.75
<b>Total</b>				<b>0.75</b>

**Note 21.00 : Changes in Inventories of Semi-Finished / Finished Goods**

Opening stock	2,468.50	2,572.19
Less: Closing stock	2,519.04	2,468.50
<b>Net Decretion/(Accretion)</b>	<b>(50.54)</b>	<b>103.69</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

₹ In Lacs

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
<b>Note 22.00 : Employee Benefits</b>		
Salaries and Wages	1679.73	1963.76
Gratuity Expenses	463.95	192.83
Leave Encashment with Half Pay Leave	100.68	104.49
Company's contribution - Provident Fund & Other Funds	212.86	173.76
Superannuation Pension Benefit Scheme	21.39	37.46
Staff Welfare expenses	211.42	194.71
<b>Total</b>	<b>2690.03</b>	<b>2,667.01</b>

**22.02.01: General Description of the Post Employment Benefits-Defined Benefit Plans**

- |                |   |
|----------------|---|
| Provident Fund | - Company pays fixed contribution to Provident Fund at the rate of 12 % on Basic & IDA  |
| Gratuity       | - Payable to employees, who render continuous service of 5 years or more, on separation, at 15 days of last drawn pay for each completed year of service. Maximum amount payable under Gratuity is Rs.10 lacs per employee. The gratuity is covered under "Group Gratuity cum Life" of Life Insurance Corporation of India. |

**22.02.02: Reconciliation of Present Value of Defined Benefit Obligations**

Particulars	(₹ In Lacs)		
	Gratuity	Earned Leave	Half Pay Leave
Obligation as at the beginning of the period	954.11	233.11	41.91
	(674.33)	(222.53)	(7.50)
Service Cost	48.24	31.59	4.59
	(44.15)	(29.57)	(0.60)
Interest Cost	76.33	19.15	3.72
	(69.95)	(17.80)	(12.86)
Actuarial gains (-) / losses (+)	245.17	24.27	-6.90
	(123.89)	(22.70)	(20.98)
Benefits paid	-108.68	-50.67	-
	(-103.62)	(-59.50)	-
<b>Obligations as at the end of the period</b>	<b>1215.17</b>	<b>257.45</b>	<b>43.32</b>
	(1008.70)	(233.11)	(41.91)

Note: Figures in the brackets are for previous year.

**22.02.03: Reconciliation of Fair Value of Plan Assets**

Particulars	(₹ In Lacs)	
	2012-13	2011-12
Balance as at the opening of the period	658.04	760.53
Expected Return	85.06	55.72
Actuarial gains (+) / losses (-)	0.00	0.00
Contributions by the Employer	350.35	0.00
Benefits paid	(108.67)	(158.21)
<b>Balance as at the end of the period</b>	<b>984.78</b>	<b>658.04</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

**22.02.04: Reconciliation of Present Value of Defined Benefit Obligation and Fair value of Plan Assets**

(₹ In Lacs)

Particulars	Gratuity	
	2012-13	2011-12
Fair Value of Plan Assets	984.78	658.04
Present Value of Defined Benefit Obligation	1215.17	1008.70
Amount recognised in Balance Sheet (Note - 09.00) as at the end of the period	(230.39)	(350.66)

**22.02.05: Expenses recognised in the statement of Profit and Loss Account.**

(₹ In Lacs)

Particulars	Gratuity	Earned Leave	Half Pay Leave
Service Cost	48.24	31.59	4.59
	(44.15)	(29.57)	(12.83)
Interest Cost	76.33	19.15	3.72
	(69.95)	(17.80)	(0.60)
Actuarial gains (-) / losses (+)	245.17	24.27	-6.90
	(123.89)	(22.70)	(20.98)
Expected Return on Plan Assets	-85.06	-	-
	(55.73)	-	-
Accounting Estimate Change on Opening obligation	-	-	-
Deficiency in Value of Actuarial Valuation	25.48	-	-
	(10.57)	-	-
<b>Total to be charged - Employees</b>	<b>310.16</b>	<b>75.01</b>	<b>1.41</b>
	<b>(192.83)</b>	<b>(70.08)</b>	<b>(34.41)</b>

Note: Figures in the brackets are for previous year.

**22.02.06: Actuarial Assumptions**

Description	As at 31st March, 2013	As at 31st March, 2012
Discount Rate (per annum)	<b>8.00%</b>	8.00%
Mortality Rate	<b>LIC(1994-96) ultimate age</b>	LIC(1994-96) ultimate age
Withdrawal Rates (per annum)	<b>1% to 3% depending on age</b>	1% to 3% depending on age
Estimated Rate of Return on Planned Assets	<b>9.4%</b>	8.3%
Salary Escalation (per annum)	<b>5%</b>	5%

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

		₹ In Lacs	
	Ref No:	As at 31st March, 2013	As at 31st March, 2012
<b>Note 23.00 : Other Expenses</b>			
Consumption of Stores and Spares (Indigeneous)		33.03	39.65
Power and Fuel/Electricity Charges		176.73	175.34
Repairs and Maintenance	23.01	72.92	77.40
Remuneration to Auditors	23.02	5.41	3.94
Judicial Expenses	23.03	100.00	869.96
Miscellaneous Expenses		86.15	66.35
Rent		13.83	10.59
Rates and taxes		22.87	25.69
Property Tax		9.77	-
Insurance		2.30	3.78
Contract Labour Expenses		259.76	225.90
Corporate Social Responsibility		17.51	28.30
Royalty/Dead rent		87.35	112.45
Selling Expenses		6.76	10.96
Directors' Fees		3.40	4.03
Law Charges/Legal Expenses		70.38	39.97
Interest & Financial Charges		1.37	0.71
Advertisement		19.48	40.64
Motor Car Expenses		26.02	20.57
Printing & stationery		13.78	13.20
Travelling/Passage Fare & Hotel		79.54	84.15
Telephone		11.45	15.05
Impairment Loss		-	129.20
Business Development Expenses		0.66	2.19
Security Charges/CISF		572.26	466.87
Mines & Lease Matter		16.46	68.10
Environment & Pollution		10.96	7.28
Consullancy Fees		59.76	63.41
Training & Development		2.30	2.15
Provisions -			
Doubtful debts		14.89	37.01
Stock		0.66	0.43
<b>Total</b>		<b>1,797.76</b>	<b>2,645.26</b>
<b>23.01 : Repairs and Maintenance</b>			
Plant and Equipment		34.16	45.16
Buildings		37.92	32.24
Others		0.84	-
<b>Total</b>		<b>72.92</b>	<b>77.40</b>
<b>23.02 : Remuneration to Auditors</b>			
As Auditor		4.83	3.24
For Taxation matters		0.58	0.67
For Company Law matters			
For Management Services			
Other Services			
For reimbursement of expenses		0.02	0.03
<b>Total</b>		<b>5.41</b>	<b>3.94</b>
<b>23.03: Judicial/Legal Expenses</b>			
Loss on Judicial Judgement		100.00	869.96
		<b>100.00</b>	<b>869.96</b>

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

	-	₹ In Lacs
	As at	Year ended
	31st March, 2013	31st March, 2012
Freight outward		
<b>Note 24.00 : Prior Period Items</b>		
Expenses relating to Pollution Control Board	16.23	-
Adjustment relating to Capital Work in Progress	4.39	-
Expenses relating to security services(CISF)	9.09	-
Property Tax	19.53	-
PF shortfall Interest	4.98	-
Demurrage Charges	0.00	9.56
<b>Total</b>	<b>54.22</b>	<b>9.56</b>

**Note 25.00: Earnings Per Share(EPS)**

Net Profit/ (Loss) as per P&L Account	(₹ in Lacs)	2625.04	828.50
Tax Expenses thereon	(₹ in Lacs)	1338.62	(484.16)
Net Profit attributable to Equity Shareholders	(₹ in Lacs)	1286.42	344.34
No. of Ordinary Shares	(No.of shares)	6,000,000	600,000
Face value per share	Amount in ₹	1.00	10.00
Basic and diluted EPS	Amount in ₹	21.44	57.39

**Note 26.00: Contingent liabilities and commitments (to the extent not accounted for)**

**26.01: Contingent Liabilities**

**26.01.01 Claims against the company not acknowledged as debt**

Claims against the Company not acknowledged as debts	23903.34	23904.65
Central Sales Tax	35.22	-
Income Tax	92.69	-
Customs / Excise Duty	25.09	25.09
Service Tax	101.76	-
Others	*1310.00	1,920.28
<b>Total</b>	<b>25468.10</b>	<b>25850.02</b>

\*Contingent Liability contains ₹1310 Lacs due to non-fulfillment of the provisions of minimum guaranteed quantity of export since 2007-08, the Port Authorities of Haldia Dock Complex have auctioned the stock of Iron Ore Fines to the tune of 15569.68 M.T. to liquidate their dues towards Demurrage imposed on OMDC by Port Authorities as on 15.12.2009. The value of the Stock as on the date of disposal was ₹122 Lacs. Though Port Authorities have not raised any demand for any Demurrage, but they have retained the sale proceeds of said stock of Iron ore towards settlement of their claim for Demurrage, Rent etc. however no claim papers against the company have been submitted.

## THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED

### NOTE 27 : Related Party Disclosure

LIST OF RELATED PARTIES WITH WHOM THE COMPANY HAD TRANSACTIONS etc.

**A. Holding Company/Ultimate Holding Company /Fellow Subsidiary Company**

Ultimate Holding Company -  
Rashtriya Ispat Nigam Limited

**B. Parent Co/Associates/Group Companies & Joint Ventures :**

Holding Company

Eastern Investments Limited.

Fellow Subsidiary Company

Associates/Group Companies

The Bisra Stone Lime Company Limited.

**C. Joint Venture Company**

East India Minerals Limited.

**D. Key Management Personnel**

Dr. Satish Chandra - Managing Director (w.e.f 29.10.2009)

**E. Enterprise over which Key Management Personnel have significant influence**

Scott & Saxby Limited.

The Karanpura Development Company Limited

Note 27.01: Disclosure of transactions between the Company and Related Parties and the Status of the Outstanding Balances as on 31.03.2013

Particulars	Holding/Subsidiaries ₹ in Lacs	Joint Venture ₹ in Lacs	Key Managerial Personnel ₹ in Lacs	Enterprises Over Which KMP have significant influence ₹ in Lacs
Loans / Advances given & recovered/adjusted				
- BSLC	-	-	-	-
- Scott & Saxby	-	-	-	-
- KDCL	-	-	-	-
Common expenses borne by holding Company				
- EIL	4.96 (2.55)	-	-	-
Remuneration	-	-	11.21 (11.33)	-
Reimbursement of Expenses				
-BSLC	-	-	-	54.00 (12.91)
Dividend paid(net)				
-EIL	1.74 (3.24)	-	-	-
Amount outstanding as on 31/03/2013(Dr)				
- BSLC	160.21 (119.91)	-	-	-
- EIL	6.61 (4.85)	-	-	-
- Scott & Saxby	-	-	-	107.41 (107.41)
- KDCL	-	-	-	38.84 (38.84)
- EIML	-	0.08 (0.08)	-	-

Note : Figures in brackets are for previous year.

## THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED

### Note 27.02 : Company's Interest in the Joint Venture Company

- a) Name of the Company : East India Minerals Limited  
 b) Incorporated in India -  
 c) Engaged in the business of mining & Iron Ore and Wind Energy  
 d) Company's holding in the Joint Venture Company: 26%  
 e) Company's Share in the Assets, Liabilities, Reserves & Surplus, Revenue & Expenditure (not accounted for in the books of the Company) are as follows:

Particulars	Latest Audited Accounts Figures Previous Year	
	31.03.2013	31.03.2012
	₹ In Lacs	₹ In Lacs
Assets	2336.66	3091.57
Liabilities	707.17	1205.20
Reserve & Surplus	1348.41	1415.69
Revenue	105.18	179.83
Expense	176.64	313.06

<u>Note 28: Director's Remuneration :</u>	(₹ In Lacs)	
	Year ended 31st March, 2013	Year ended 31st March, 2012
Managing Director :		
i) Salary.	4.31	5.80
ii) Contribution to Provident Fund & Superannuation Fund	1.67	1.29
iii) Other Benefits Actual and/ or Estimated	5.24	4.24
Total	11.22	11.33

## **NOTES FORMING PART OF FINANCIAL STATEMENTS**

**Note No. 29 :**

### **SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2013.**

#### **1.0 BASIS OF ACCOUNTING AND USE OF ESTIMATES**

1.1 Financial Statements are prepared on an accrual basis under the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) applicable in India and notified under Section 211(3C) and the relevant provisions of the Companies Act, 1956 including Accounting Standards.

1.2 The preparation of Financial Statements, in conformity with Generally Accepted Accounting Principles (GAAP) requires that management makes estimates and the reported amounts of Revenue and Expenses during the reported period.

#### **2.0 FIXED ASSETS**

- a) Fixed Assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment, if any. The cost of acquisition comprises purchase price inclusive of duties (net of Cenvat), Taxes, Incidental Expenses, Erection/Commissioning/Trial run expenses and interest etc, up to the date on which the assets are ready for intended use.
- b) Prospecting and development expenses incurred to prepare the mine ready for commercial exploration (i.e. in the nature of Preliminary and Preoperative Expenses) are capitalized.
- c) Expenditure incurred for obtaining required clearance to operate the mines subsequent to the allotment of their lease is capitalised as Intangible Assets.
- d) Expenditure incurred for renewable of Mining Lease are capitalised under Mining Lease.
- e) Machinery spares which can be used only in connection with an item of Fixed Assets and whose use, as per technical assessment, is expected to be irregular are capitalised and depreciated over the residual life of the respective Assets.
- f) Assets awaiting disposal are valued at the lower of written down value and net realizable value and disclosed separately.
- g) Capital Work-in-Progress includes Machinery or other Fixed Assets to be installed, construction and erection materials.

#### **3. DEPRECIATION AND AMORTISATION**

3.1 Depreciation is provided on Straight Line Method (SLM), on full value of the cost of the assets over the specified period in accordance with the provision of Schedule XIV of the Companies Act, 1956, except in respect of certain assets where management decided to charge Depreciation at higher rates on Straight Line Method:

Photo Copiers & Fax Machines, Telecom Equipment (5 Years), Audio & Visual Equipment (10 Years), Other Office Equipment, Earth Moving Equipment, Air Conditioners, Refrigerators,

Water Coolers, Air Coolers, Freezers (7 Years), Car (6 Years), Safety Equipment, Others Light Vehicles (8 Years) and Computer (including Software system) (4 Years).

3.2 The classification of Plant & Machinery into continuous and non-continuous process is done as per the technical evaluation and depreciation thereon is provided accordingly.

3.3 Depreciation on Fixed Assets added/disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal.

3.4 Intangible Assets such as premium for Mining Lease are amortized over the period of lease.

3.5 Leasehold Land is amortized over the period of lease.

3.6 Intangible Asset is amortised over the period of their useful life.

#### **4. Impairment of Fixed Assets**

The carrying amounts of assets are reviewed at each Balance Sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an Asset exceeds its recoverable amount which is the greater of the net selling price of the assets and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual Depreciation if there was no impairment.

#### **5. INVESTMENTS**

5.1 Long Term Investments are carried at cost unless there is diminution in the value other than temporary.

5.2 Current Investments are carried at lower of Cost Quoted/Fair Value.

#### **6. INVENTORIES**

6.1 Stock-in Trade of Finished Goods is valued at lower of Cost and Net Realisable Value. Cost includes direct material, Labour Cost and a proportion of manufacturing overhead based on Normal Operating Capacity.

6.2 Stock of Stores and Spare Parts, Loose Tools are valued at Weighted Average cost.

6.3 Provision is made for Old/Obsolete/Surplus/Non-moving Inventories as well as other anticipated losses considered wherever necessary.

6.4 Where Physical Stock is more than Book Stock, Book Stock is considered for valuation of stock. However Surplus Stock is valued at Rs. 1/- per LOT for the Surplus Stock available as on date of closing.

6.5 The Excise Duty payable on Closing Stock of Finished Goods at the time of sale is not considered in valuation of Closing Stock.

**7. Retirement and Other Employee Benefits: Defined Benefit Scheme:**

a) Gratuity: Payable on separation @ 15 days pay for each completed year of service to eligible employees who render continuous service of 5 years or more. Maximum amount in the case of separation is Rs. 10 lacs for each Employees. The gratuity is being covered under "Group Gratuity cum Life Insurance Scheme" with LIC of India and the provision on account of gratuity is being made as per the Actuarial Valuation.

b) Leave Encashment: (i) Earned Leave: Payable if Encashment of Leave is applied for during the tenure of service of employee and on separation to eligible employees who have accumulated earned leave. Maximum accumulated leave 300 days is encashable at the time of separation. Liability of Leave salary is provided on the basis of Actuarial Valuation as per AS-15 (Revised,2005).

(ii) Half Pay Leave: Payable if encashment of leave is applied for during the tenure of service of employee and on separation to eligible employees who have accumulated Half pay leave. Maximum accumulated leave 180 days is encashable at the time of separation. Liability of Leave salary is provided on the basis of Actuarial Valuation as per AS-15 (Revised,2005).

(c) Superannuation Benefit: The Company pays fixed contribution @13% on (Basic+IDA) on account of Superannuation Fund only for the executives. This is deposited with a separate Trust maintained by The Orissa Minerals Development Company Limited Superannuation Fund which invests the fund in permitted securities.

The superannuation benefit at the rate of two-third of the total accumulated contribution is payable to the executives on separation from the Company. The balance one-third of the benefit is payable to such executive in annuity form. The company has no other liabilities apart from its contribution to the fund.

(d) Provident Fund:

Head Office Employees

Company pays fixed contribution to Provident Fund, at predetermined rates, to a separate Trust i.e. The Orissa Minerals Development Company Limited Provident Institution.

Mines Employees

Company pay fixed contribution of Provident Fund at the rate of 12% on (Basic+IDA) to RPFC. The Company has been taking necessary steps with the RPFC authority to merge the fund of H.O. employees to the RPFC. However due to some regulatory restriction the same could not be maintained as yet.

## **8. Taxation**

Tax Expense comprise of Current, Deferred and Prior Year Tax Expenses, if any. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred Income Taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred Tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The Company re-assesses unrecognised Deferred Tax Assets at each Balance Sheet date.

## **9. REVENUE RECOGNITION**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

### **9.1 Sale of Goods**

Sale of goods is recognised on despatch of goods to customers, which is incidental to transfer of significant risk and reward of ownership. Sales are net of Excise Duty, Sales Tax, Entry Tax, Returns, Claims, Discounts, etc.

### **9.2 Interest**

Interest is recognised on a time proportion basis taking into account the amount outstanding at the rate applicable.

### **9.3 Dividend**

Income from dividend is recognised when the shareholders' right to receive payment is established by the Balance Sheet date. Dividend from subsidiaries is recognised even if same are declared after the Balance Sheet date but pertains to period on or before the date of balance sheet.

#### 9.4 Consideration for use of Company's facilities

Consideration received from the Authorities for use of a part of the available facilities of the Company is recognised as revenue in the year of receipt / realisation.

#### 10. Government grants and subsidies

Grants and subsidies from the government are recognised when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with. When the grant or subsidy relates to an expense item, it is recognised as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensated.

Where the grant or subsidy relates to an asset , its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

#### 11. Provisions, Contingent Liabilities and Contingent Assets

11.1 A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions made in terms of Accounting Standard 29 are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

11.2 Contingent liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of Notes to the Accounts.

11.3 Contingent Assets are neither recognised nor disclosed in the Financial Statements.

#### 12. Earnings per Share

Basic earning per share is calculated by dividing the Net Profit or Loss for the year attributable to Equity Shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted Earnings per Share, the Net Profit or Loss for the year attributable to Equity Shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity Shares.

#### 13. Segment Reporting

##### Identification of segments :

The Company's operating businesses are organised and managed separately according to the nature of Products and Services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

##### Inter segment Transfers :

The Company generally accounts for intersegment sales and transfers as if the sales or transfers were to third parties at current market prices.

##### Allocation of common costs :

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

**Unallocated items :**

Includes general corporate income and expense items which are not allocated to any business segment.

**14. Excise duty/Royalty**

Excise duty is payable on dispatch of Sponge Iron from Sponge Iron Plant and Royalty is payable on despatch of Iron Ore and Manganese Ore from Mines.

**15. Cash and Cash equivalents**

Cash and Cash Equivalents as indicated in the Cash Flow Statement comprise Cash in hand, Cash at bank and Short-term Investments with an original maturity of three months or less.

**Note No. 30:**

**ADDITIONAL NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2013**

**1. CURRENT ASSETS, LOANS & ADVANCES.**

**1.1 INVENTORIES**

1.1.1 Quantities of Closing Stock other than Stock of Stores and Spare Parts have been taken as per the physical verification done by an outside agency.

**2.1.2 Stock Analysis:**

(₹ in lacs)

		Iron	Manganese	Sponge Iron	Total
<b>Opening stock</b>	Quantity	405,465	36,031	871	442,367
		(409,774)	(36,778)	(2,316)	(448,868)
	Value	1856	589	23	2468
		(1874)	(646)	(52)	(2572)
<b>Production</b>	Quantity	-	-	-	-
		-	-	-	-
<b>Sales</b>	Quantity	-	-	-	-
		-	-	(1,468)	(1,468)
	Value	-	-	-	-
		-	-	(153)	(153)
<b>Excess/Shortage(-)MT</b>		(-)668	(-)142	(-)1	(-)811
<b>Closing stock</b>	Quantity	404,797	36,889	872	441,558
		(405,465)	(36,031)	(871)	(442,367)
	Value	2,122	374	23	2519
		(1,856)	(589)	(23)	(2,468)

**Note:**

(i) Figures in brackets are for previous year.

(ii) Stock quantity of Iron Ore includes Iron Ore at SIP also.

(iii) Figures of Closing Stock are after adjustment for shortages found as per physical verification.

(iv) The Cost or Sale price, whichever is lower, is considered for valuation of Closing Stock as on 31.03.2013.

**2.1.3** Stocks found excess in physical verification are not considered in the valuation of closing stock for the purpose of account. The value of the stock found excess on physical verification on 31.03.2013 was ₹50.54 Lacs.(Previous year ₹59.76 lacs)

**2.1.4 Raw Material Stock:**

(Value ₹ in Lacs)

		Coal	Dolomite	Others	Total
Stock as on 31.03.2013	Quantity(MT)	2795	20	-	2815
		(2799)	(20)	-	(2819)
	Value(Rs.)	47.70	0.11	-	47.81
		(47.76)	(0.11)	-	(47.87)

**2.2. CASH AND BANK BALANCES**

**2.2.1** Term Deposits with Scheduled Banks shown under Cash and Bank balances (Note-15) include, Term Deposit Receipts for ₹155.64 lacs (Previous Year ₹246.05 lacs) pledged with Banker against bank guarantee to Indian Bureau of Mines, Bhubaneswar for scheme of Mining including Progressive Mine Closures Plan with maturity period upto 1 year.

**2.3 BALANCE CONFIRMATION**

During the year the Company has sent letters to the parties under Trade Receivables/Payables and Loans and Advances for confirmation of balances, however, has not received in most cases confirmation from those parties.

**3. CURRENT LIABILITIES & PROVISIONS**

**3.1** As per the information available with the Company, none of the Agencies/Enterprises from whom the Company procures goods or receives services are covered under the Micro, Small and Medium Enterprises Development Act, 2006. Hence no disclosures thereof have been made.

**3.2** A liability of ₹100 /- Lacs has been created in the books of accounts and charged off in the Statement of Profit and Loss Account on the basis of judicial judgments of different Courts against the company as a matter of prudence.

**4. CONTINGENT LIABILITIES**

**Contingent Liabilities not provided for :-**

	(₹ In Lacs)	
	Current Year	Previous Year
I. Claims against the Company not acknowledged as debts	23903.34	23904.65
II. Central Sales Tax	35.22	-
III. Income Tax	92.69	-
IV. Excise/Customs etc.	25.09	25.09
V. Service Tax	101.76	-
VI. Others	1310.00 *	1920.28

\*Contingent Liability contains Rs.1310 Lacs due to non-fulfillment of the provisions of minimum granted quantity of export since 2007-08, the Port Authorities of Haldia Dock Complex have auctioned the stock of Iron Ore Fines to the tune of 15569.68 M.T. to liquidate their dues towards Demurrage imposed on OMDC by Port Authorities as on 15.12.2009. The value of the stock as on the date of disposal was ₹122 Lacs. Though Port Authorities have not raised any demand for any Demurrage but they have retained the Sale Proceeds of said Stock of Iron Ore towards settlement of their claim for Demurrage, Rent etc. however no claim papers against the Company have been submitted.

Pursuant to the amendments of the Orissa Land Reforms Act, the Sub-Collector, Champua had served a Notice against the Company for alleged unauthorised possession of 10.79 acres of Leasehold Land on the ground that the said land belongs to Adivasis and based on that, the Revenue Inspector asked OMDC to vacate the land. The Company filed an appeal before the Addl. District Magistrate but the appeal was not allowed. During April, 1999 the Company filed a Writ Application and obtained Stay Order from the Hon'ble High Court of Orissa to maintain the status quo about the possession of the land until further order.

**5. Earning Per Share (EPS)**

Earning per Share has been computed as under

Particulars	2012-13	2011-12
Profit/ (Loss) after Tax (₹ in Lacs)	<b>1286.42</b>	344.34
Weighted average no. of Shares outstanding during the year	<b>60,00,000</b>	6,00,000
Face Value per Share ₹	1	10
Earning per Share ₹	<b>21.44</b>	57.39

**6. SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE TWELVE MONTHS ENDED 31.03.2013**

Sl. No.	Particulars	Year Ended	
		31.03.2013	31.03.2012
1.	<b>SEGMENT REVENUE</b>		
	a. Iron Ore	-	-
	b. Manganese Ore	-	-
	c. Sponge Iron	-	152.54
	d. Unallocated	7,998.11	5,965.58
	<b>Total</b>	7,998.11	6,118.12
	Less: Inter Segment Revenue	-	-
	<b>Net Sales/Income from Operations</b>	7,998.11	6,118.12
2.	<b>SEGMENT RESULTS</b>		
	Segment Results (Profit(+)/ Loss(-) before Tax and Interest from each segment)		
	a. Iron Ore	(3,015.27)	(3,273.77)
	b. Manganese Ore	(640.21)	(469.20)
	c. Sponge Iron	(21.33)	114.60
	d. Unallocated	6,301.84	4,456.87
	<b>Total</b>	2,625.04	828.50
	Less :		
	i) Interest	-	-
	ii) Other Un-allocable Expenditure net off	-	-
	iii) Un-allocable Income net of expense	-	-
	<b>Profit/(Loss) before Tax</b>	2,625.04	828.50
3.	<b>CAPITAL EMPLOYED</b>		
	(Segment Assets - Segment Liabilities)		
	a. Iron Ore	482.96	3,552.28
	b. Manganese Ore	(294.66)	291.49
	c. Sponge Iron	925.67	947.00
	d. Unallocated	81,182.82	75,445.64
	<b>Total</b>	81,296.79	80,236.41

In view of the nature of operation, direct allocation of expenses and Capital Employed between Iron ore and Manganese ore could not be determined .Hence the expenses and Capital Employed has been allocated in the ratio 90:10.However ,with respect to sponge Iron actual expenses are allocated.

**7 Lease Matters**

Present status of Mining Leases as on 13.05.2013 are detailed below:

(1)	<b>Name of the Lease/area</b>	<b>Kolha-Roida Iron &amp; Manganese Mines (254.952 Hect) M/s B.P.M.E. Ltd. Lease area expired on 14.08.1996.</b>
	<b>Renewal of Mining Lease</b>	<p>The 3<sup>rd</sup> Renewal of Mining Lease application was filed on 14.07.1995 for 20 years w.e.f. 15.08.1996. The mining operation was stopped after rejection of Renewal of Mining Lease application by the State Govt. vide order No. III (A)/SM-14/03-16733 dated 16.11.2006. The revision application was filed with Central Tribunal which disposed off the same on 02.02.2009 setting aside the rejection order and directing the State Government to maintain the status quo as existing prior to the rejection order.</p> <p>The State Govt. vide its letter dated 21.01.2010 directed the DDM for implementation of decision of the Tribunal, however, on 28.01.2010, the State Government appealed to the High Court against the Tribunal Order. Though High Court did not issue any notice or the stay order against Tribunal, the State Government has not given mining permission so far, despite grant of Environment Clearance of Kolha-Roida mines on 23.07.2012 by MoEF.</p>
	<b>Status of Forest Clearance</b>	<p><b>Forest Clearance is Valid up to 14.08.2016.</b></p> <ol style="list-style-type: none"> <li>1. NPV amount of ₹5,07,31,350/- has been paid to forest department.</li> <li>2. Wild Life Management Plan in respect of the lease hold area has been approved by The PCCF, (Wild life) and ₹87,22,000/- has been deposited with the office of DFO, Keonjhar for the activities to be taken up in the project impact area.(as per approved Wild Life Management Plan.)</li> <li>3. DGPS Cadastral map for mine lease boundary has been prepared by the ORSAC, a nodal agency of Govt. of Odisha. Delineation of the forest land in the M.L area is to be taken up by ORSAC/Empanelled listed agency within 31<sup>st</sup> March, 2013.</li> <li>4. Pillar posting for demarcation of M.L boundary has been done.</li> <li>5. Amount of ₹50,99,040/- has been paid to DFO,Keonjhar for implementation of Regional Wild Life Management Plan on 14/02/2013.</li> <li>6. The Land Schedule has been prepared and submitted in office of Tahasildar on 16/02/2013 for authentication.</li> </ol>
	<b>Status of Environment Clearance</b>	Environment Clearance has been obtained on 23.07.2012 which is valid up to 14.08.2016. The Compliance Report has been sent to the Director, MoEF on 21/01/2013.
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.
	<b>Action taken by the Company for resumption of mining</b>	<p>OMDC has requested DDM, Joda on 26/07/2012 to allow for mining &amp; despatch. Till date we have not got permission from DDM, Joda.</p> <ol style="list-style-type: none"> <li>i) On 14th December, 2012, a meeting was held with the Chief Secretary &amp; Secretary, Mines, Government of Odisha to expedite the decision regarding renewal of mines and starting mining operation in Kolha-Roida mines.</li> <li>ii) A meeting was also held with the Group of Ministers, Government of Odisha on 22nd December, 2012 to explain the long term sale policy of OMDC and request them for early renewal &amp; grant of permission to start mining operation in Kolha Roida mines.</li> <li>iii) On request of Official Liquidator(OL)of Kolkata High Court , Odisha Government has ordered Director of Mines not to allow OMDC to do any mining activity on BPMEL mines ,which include Kolha-Roida. Now Official Liquidator (OL) has withdrawn its claim during the hearing on 11.01.2013 at Kolkata High Court &amp; so OMDC has again requested State Government to grant mining permission for Kolha-Roida Mines.</li> <li>iv) Consent to Operate for enhancement of production which was valid up to 31/03/2013 has been applied on 14/02/2013.</li> <li>v) Since State Govt. has challenged the Revision Tribunal Order of 02.02.2009 which set aside the lease cancellation order of 16.11.2006 of the State Govt., they are reluctant to grant mining permission since the matter is sub-judice, so OMDC has also appealed to High Court to give directive to State Govt. and for renewal of mining lease and grant of despatch permission.</li> </ol>

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<b>(2)</b>	<b>Name of the Lease/area</b>	<b>Dalki Manganese Mines (266.77 Hect) M/s B.P.M.E. Ltd. Lease Expired on 30.09.1994</b>
	<b>Renewal of Mining Lease</b>	<ol style="list-style-type: none"> <li>1. The 3rd Renewal of Mining Lease application was filed on 13.09.1993 for a period of 20 years w.r.t. 01.10.1994 to 30.09.2014. The mining operation was stopped after rejection of renewal application by the State Govt. vides letter No. 12764/SM dated 24.08.2006. The revision application was filed with Central Tribunal. The Central Tribunal disposed off the same on 14.05.2010 setting aside the rejection order of the State Govt. by directing State Government to maintain the status quo as existing prior to rejection order.</li> <li>2. The State Govt. has been requested by the company to issue permission to start mining operation.</li> <li>3. Dy. Director of Mines, Joda as well as Director of Mines has sought for some clarifications for operation of Dalki Manganese Mines. The matter is under consideration at the State Government level.</li> </ol>
	<b>Status of Forest Clearance</b>	<p>Forest Clearance is valid up to 30.09.2014. The renewal application for Forest Clearance for another term of 20 years w.e.f 30.09.2014 has been filed in the office of CCF (N), BBSR.</p> <ol style="list-style-type: none"> <li>1. NPV amount of ₹4,75,38330 as demanded has been paid to forest department, Govt. of Odisha.</li> <li>2. Site Specific Wild Life Conservation Plan has been approved by PCCF(WL) for which ₹134 lacs has been deposited with the office of DFO, Keonjhar for the activities to be taken up in the project impact area. (As per approved wild Life Plan) DGPS –map for boundary survey has been prepared through ORSAC a Nodal agency of Govt. of Odisha. Delineation of the forest land in the M.L area is to be taken up by ORSAC/Empanelled listed agencies (under process). For this field survey has been completed on 25/02/2013.</li> <li>3. Pillar posting for demarcation of M.L boundaries has been completed. Separate pillar posting for forest boundary is to be taken up confirming to the recent guidelines of the State Govt.</li> <li>4. Amount of ₹53,35,400/- has been paid to DFO, Keonjhar for implementation of Regional Wild Life Management Plan on 14/02/2013.</li> <li>5. The land schedule has been finalised and authenticated from Tahasildar on 16/03/2013.</li> </ol>
	<b>Status of Environment Clearance</b>	<ol style="list-style-type: none"> <li>1. The final presentation before members of Expert Appraisal Committee (EAC) was held on 20.07.2011 and EAC has recommended the project. But MoEF has asked the Government of Odisha to register the case against the company for excess mining. The case has been registered and MoEF has been approached for issuance of EC.</li> <li>2. Consent to Operate which was valid up to 31/03/2013 has been applied on 14/02/2013 for enhancement of production as per EC.</li> </ol>
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.

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<b>(3)</b>	<b>Name of the Lease/area</b>	<b>Thakurani Iron &amp; Manganese Mines (1546.55 Hect.) M/s B.P.M.E. Ltd. (Revised RML application filed over 778.762 Hect.) Lease expired on 30.09.2004</b>
	<b>Renewal of Mining Lease</b>	3 <sup>rd</sup> Renewal of Mining Lease application filed on 27.09.2003 for 20 years w.e.f. 01.10.2004 to 30.09.2024 duly recommended by Collector, Keonjhar & Director of Mines, Bhubaneswar. It is under process in the Department of Steel & Mines, Govt. of Odisha.
	<b>Action taken by the company to expedite Forest Clearance</b>	<ol style="list-style-type: none"> <li>1. Renewal application under F.C. Act- 1980 vide State Serial No.14. Dt.10.11.2003 was submitted.</li> <li>2. After due recommendation by DFO, Keonjhar and RCCF, Rourkela the Diversion proposal of forest land is now under process in the nodal cell of office of PCCF, Odisha.</li> <li>3. DGPS Cadastral map showing lease boundary has been prepared by the ORSAC, a nodal agency of Govt. of Odisha. Field survey for delineation of the forest land in the M.L area has been done. DGPS map indicating forest boundaries has been prepared by ORSAC/Empanelled agency and submitted to ORSAC on 11.04.2013</li> <li>4. NPV amount of ₹26,00,11,370/- as demanded has been paid to forest department, Govt.of Odisha.</li> <li>5. Site Specific Wild Life Conservation Plan had been resubmitted in the office of DFO, Keonjhar after complying the objections raised by PCCF (Wild Life).DFO had forwarded the proposal to office of RCCF, Rourkela. Again RCCF, Rourkela has returned the file to DFO due to change in guidelines in November, 2012. DFO has returned the Report to OMDC for further change. The report has been prepared &amp; re-submitted in office of DFO,Keonjhar on 22/03/2013.</li> <li>6. A sum of ₹99.41 lacs towards cost of compensatory afforestation has been paid.</li> <li>7. NOC under Forest Right Act has been issued by the District Magistrate, Keonjhar.</li> <li>8. Pillar posting for demarcation of M.L boundaries has been completed.</li> </ol>
	<b>Status of Environment Clearance</b>	<p>The environment project was reviewed by Expert Appraisal Committee (EAC) on 24.05.2012. The committee sought some further clarifications on following points:-</p> <ol style="list-style-type: none"> <li>1. Detailed biological study bringing out the critical wildlife habitats in the study area, impact of the project on these wildlife habitats and the conservation plan for their protection duly approved by the Chief Wildlife Warden should be furnished. The methodology adopted for biological survey should also be given.</li> <li>2. Updated status on forestry clearance should be furnished.</li> <li>3. Details of the controlled blasting proposed, keeping in view the location of habitation should be furnished.</li> </ol> <p>The above points are duly clarified by the Company.</p>
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.

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<b>(4)</b>	<b>Name of the Lease/area</b>	<b>Belkundi Iron &amp; Manganese Mines (1276.79 Hect)</b> <b>M/s O.M.D.C. Ltd. Lease expired on 15.08.2006.</b>
	<b>Status of Renewal of Mining Lease Application</b>	The 3 <sup>rd</sup> Renewal of Mining Lease application was submitted to the office of Collector cum District Magistrate on 13.08.2005 which has been forwarded to Dept. of Steel and Mines, Govt. of Odisha. There was a hearing on 24.04.2013 regarding disposal of RML application. The decision of the hearing is awaited.
	<b>Action taken by the company to expedite Forest Clearance</b>	<ol style="list-style-type: none"> <li>1. Renewal application under F.C. Act 1980 was submitted vide State Serial no. 156 dated 04.10.2005.</li> <li>2. The Diversion Proposal of forest land is under process in the office of D.F.O., Keonjhar. Updated Land Schedule has been prepared &amp; authenticated in Tahasildar office on 24/01/2013 which is required for processing DRP.</li> <li>3. NPV amount of ₹32,72,41,480 /- as demanded, has been paid to forest department as per Hon'ble Supreme Court directive following CEC recommendations.</li> <li>4. Required land for compensatory afforestation has been allotted by the Dist. Magistrate, Keonjhar. A sum of ₹58.57 lacs has been paid to the forest dept. for afforestation.</li> <li>5. Site Specific Wild Life Conservation Plan has been resubmitted in the office of DFO, Keonjhar after complying the objections raised by PCCF (Wild Life).DFO had forwarded the proposal to office of RCCF, Rourkela. Again RCCF, Rourkela has returned the file to DFO due to change in guidelines. DFO has returned the Report to OMDC for further change. The report has been prepared &amp; submitted with DFO,Keonjhar on 28/2/2013.</li> <li>6. NOC under Forest Right Act, 2006 has been issued by the District Magistrate cum Collector, Keonjhar.</li> <li>7. DGPS map for boundary survey has been prepared through ORSAC, a Nodal agency of Govt.of Odisha. DGPS cadastral map indicating forest boundaries has been prepared by an agency authorized by ORSAC and submitted to ORSAC for authentication.</li> <li>8. Pillar posting for demarcation of M.L boundary has been done.</li> <li>9. Field survey of delineation of the forest land in the M.L area has been done. DGPS map has also been prepared by ORSAC/Empanelled agency.The map has been submitted in ORSAC for authentication after submitting in DFO office for his recommendation.</li> <li>10. As per new guidelines, forest area of safety zone is to be included in Diversion Plan. So necessary amendments in plan are being made; besides fresh clearance under Forest Right Act has to be obtained for which action has been started. Additional Compensatory Afforestation for 9 ha area has been finished on 11/03/2013.</li> <li>11. Amount of ₹2,55,35,800/- has been paid to DFO, Keonjhar for implementation of Regional Wildlife Management Plan on 14/02/2013.</li> <li>12. Updated Land Schedule has been authenticated from Tahasildar on 18/02/2013.</li> <li>13. Tree enumeration field work completed on 21.04.2013 as per instruction of DFO, Keonjhar.</li> </ol>
	<b>Status of Environment Clearance</b>	The final presentation before members of Expert Appraisal Committee (EAC) was held on 24.01.2012. On hearing the presentation, the EAC sought for some clarification and accordingly OMDC has represented the case before EAC on 25.07.2012. State Expert Appraisal Committee cleared the project, in principle, subject to issuance of 1st stage forest clearance.
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.

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(5)	<b>Name of the Lease/area</b>	<b>Bhadrasai Iron &amp; Manganese Mines (998.70 hect.) M/s O.M.D.C. Ltd.</b>
	<b>Status of Renewal of Mining Lease Application</b>	The 3 <sup>rd</sup> Renewal of Mining Lease application was submitted on 10.08.2009 vide State SI No. 349/09 which is under process in the Director of Mines, Bhubaneswar, Govt. of Odisha RML application is under scrutiny at PL & ML section of Director of Mines, BBSR .
	<b>Action taken by the company to expedite Forest Clearance</b>	<p>Renewal proposal under F.C. Act, 1980 submitted on 22.09.2009. At present the Diversion proposal for forest land is being checked in the office of DFO, Keonjhar.</p> <ol style="list-style-type: none"> <li>1. NPV amount of ₹12,79,37,610/- as demanded , paid to forest department.</li> <li>2. Required degraded forest land has been allotted for compensatory afforestation. Additional 26 Ha degraded forest land is to be identified for compensatory afforestation. DFO has issued letter to Range Officer on 24.01.2013</li> <li>3. Site Specific Wild Life Conservation Plan has been resubmitted in the office of DFO, Keonjhar after complying the objections raised by PCCF (Wild Life). DFO has forwarded the proposal to office of RCCF, Rourkela. Again RCCF, Rourkela has returned the file to DFO due to change in guidelines. DFO has returned the Report to OMDC. Hence, it has to be re-submitted again in the office of DFO, Keonjhar after incorporating the additional points as per the new guide line. The Report has been re-submitted in office of DFO on 15 /03/2013.</li> <li>4. NOC under Forest Right Act, 2006 has been issued by the District Magistrate cum Collector, Keonjhar. But as per the new guide line of forest dept. Safety zone has to be included in the NOC under Forest Right Act-2006. So necessary amendments in plan have been made. In this context, on 23/02/2013 letter from Tahasildar has been issued to conduct Gram Sabha. Preparation is being made to conduct Gram Sabha.</li> <li>5. DGPS map for boundary survey has been prepared through ORSAC, a Nodal agency of Govt. of Odisha. DGPS cadastral map indicating forest boundaries has been prepared by an agency authorized by ORSAC and submitted to ORSAC for authentication.</li> <li>6. Pillar posting for demarcation of M.L boundary has been done.</li> <li>7. Field survey of delineation of the forest land in the M.L area has been done. DGPS map has also been prepared by ORSAC/Empanelled agency. The map has been submitted to ORSAC for authentication after the same is recommended by DFO office. Clarification sought by ORSAC in this regard is also submitted to them on 25.04.2013.</li> <li>8. Amount of ₹1,99,74,000/- has been paid to DFO, Keonjhar for implementation of Regional Wild Life Management Plan on 14/02/2013.</li> <li>9. Balance degraded land of 26 ha has been allocated by DFO for compensatory afforestation programme at Telkoi for processing of DRP. For this, required map has been prepared &amp; authenticated by Forest Ranger. Additional compensatory Afforestation has been finished on 11/03/2013.</li> </ol>
	<b>Status of Environment Clearance</b>	The final presentation (Reconsideration) for EC was done satisfactorily on 21.06.2012. On hearing the presentation, the committee asked for:- (1). Approved Wild Life Management Plan (2). Stage -1 Forest Clearance to grant Environment Clearance. The case of forest clearance is under consideration at the level of DFO, Keonjhar.
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

(6)	<b>Name of the Lease/area</b>	<b>Bagiaboru Iron Mines (21.52 Hect.) M/s. OMDL Ltd. Lease expired on 30.09.2010</b>
	<b>Status of Renewal of Mining Lease Application</b>	Renewal application was submitted on 22.09.2009 vide state SI No.-6589 dated 10.08.2009 and necessary inspection has been done by revenue and state mining officials. RML application has been forwarded to the Addl. Secretary , Govt. of Odisha, Dept. of Steel & Mines, BBSR from Director of Mines, Odisha, BBSR on 03/04/2013 for recommendation.
	<b>Action taken by the company to expedite Forest Clearance</b>	<ol style="list-style-type: none"> <li>1. Renewal of Diversion Proposal under F.C. Act, 1980 was submitted on 22.09.2009.</li> <li>2. After due recommendation by DFO, Keonjhar and RCCF, Rourkela the diversion proposal of forest land was under process in the nodal office of PCCF, Odisha. PCCF has recommended the file to Ministry of Forest &amp; Env., Govt. Of Odisha on 28/01/2013. Ministry of Forest &amp; Env., Govt. Of Odisha has sent the file to Addl. PCCF, MoEF, Bhubaneswar on 07/03/2013 for his scrutiny. Addl. PCCF, MoEF, BBSR has asked to Principal Secretary, Forest &amp; Env. Dept, Govt. of Odisha for some clarification . The compliance thereof is being prepared in the office of CCF (Nodal), BBSR. There was a discussion of Regional MoEF &amp; project proponent on 9/4/2013 for which a Presentation was made before Addl. PCCF, Regional MoEF, BBSR. Addl. PCCF, Regional MoEF, BBSR will recommend &amp; forward the file within a short period to MoEF, NewDelhi.</li> <li>3. NPV amount of ₹41,66, 343 /- has been paid to forest department.</li> <li>4. Wild Life Management Plan in respect of the lease hold area has been approved by the PCCF (Wild life).</li> <li>5. A sum of ₹41.50 lacs has been deposited with DFO, Keonjhar for the activities to be taken up by DFO in the project impact area.(as per approved Wild Life Management Plan).</li> <li>6. Required land for compensatory afforestation has been allotted from the District Magistrate, Keonjhar. ₹1.71 lacs, cost of compensatory afforestation as demanded, has been paid.</li> <li>7. NOC under Forest Right Act has been issued from the District Magistrate, Keonjhar.</li> <li>8. DGPS map for boundary survey has been prepared and also authenticated by ORSAC a Nodal agency of Govt.of Odisha.</li> <li>9. Pillar posting for demarcation of M.L boundary has been done.</li> <li>10. Amount of ₹4,30,400/- has been paid to DFO,Keonjhar for implementation of Regional Wildlife Management Plan on 14/02/2013.</li> </ol>
	<b>Status of Environment Clearance</b>	The State Expert Appraisal Committee (EAC) has heard the case and recommended approval for EC to Bagiaboru on 04.11.2011. However, it is subject to 1st stage forest clearance which was to be submitted in the office of Forest & Environment, Govt. of Odisha within one year from date of recommendation (17.11.2011).As per the circular of MoEF, GOI further extension of six months has been requested. The extension for a period of six months have been granted on 22/11/2012 .
	<b>Status of Ground water clearance</b>	NOC for Ground Water has been obtained from CGWA, GOI.

8. The accounts has been prepared on Going Concern Basis as all Mining Lease are at various stages of approval.

9. Previous year's figures have been re-grouped and rearranged wherever necessary.

Signed pursuant to the provisions of Section 215 of the Companies Act, 1956 in authentication of the Balance Sheet.

For and on behalf of Board of Directors

For L.B Jha & Co.  
Firm Registration No. 301088E  
Chartered Accountants

A.K Gandhi  
PARTNER  
(M. No. 016350)

Sd/-  
**Dr. Satish Chandra**  
Managing Director

Sd/-  
**T. Chattopadhyay**  
Director

Sd/-  
**Tapan Kumar Saha**  
CFO

Sd/-  
**S. Das**  
Company Secretary

New Delhi, Date : 24th May 2013.

**ENTRANCE PASS**

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**  
(To be presented at the entrance)

ATTENDANCE SLIP : 95<sup>TH</sup> ANNUAL GENERAL MEETING ON 20<sup>TH</sup> DAY OF SEPTEMBER, 2013 AT 11.00 A.M. AT PURBASHREE AUDITORIUM OF EASTERN ZONAL CULTURAL CENTRE AT BHARTIYAM CULTURAL MULTIPLEX, 1B-201, SECTOR-III, SALT LAKE CITY, KOLKATA - 700 106.

Folio No. .... DP ID No. .... Client A/c No. ....

Name of the Shareholder: .....

Signature of the Shareholder: .....

(Only shareholders/proxies are allowed to attend the meeting)

**PROXY FORM**

**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**

I/We ..... of ..... being a member(s) of  
**THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED** hereby appoint .....  
of ..... or failing him ..... of ..... as my/  
our proxy to attend and vote for me/ us and on my / our behalf at the 95<sup>TH</sup> Annual General Meeting of  
The Orissa Minerals Development Company Limited to be held on 20<sup>TH</sup> September, 2013 and at any adjournment  
thereof.

Folio No. .... DP ID No. .... Client A/c No. ....

No. of shares held: .....

Signed this ..... day of September, 2013



**BANK ACCOUNT PARTICULARS/ECS MANDATE FORM**

I/We ..... do hereby authorize **THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED**.

- To Print the following details on my/our dividend warrant.
- To credit my dividend amount directly to my Bank account by ECS.

(\*Strike out whichever is not applicable.) My / our Folio No. : .....

Particulars of Bank Account : DP ID NO. .... Client A/c No. ....

- A. Bank Name : .....
- B. Branch Name : .....
- Address (for Mandate only) : .....
- C. 9 Digit Code number of the bank & : .....
- branch as appearing on the MICR cheque : .....
- D. Account Type (Saving / Current) : .....
- E. Account No. as appearing on the cheque book : .....
- F. STD Code & Telephone No. : .....

**MAIL TO - CB Management Services (P) Ltd**  
P-22, Bondel Road, Kolkata - 700019  
or to your Depository Participant if  
you hold shares in electronic form.

.....  
Signature of the shareholder

Please attach the photocopy of a cheque or a blank cancelled cheque issued by your Bank relating to your above account for verifying the accuracy of the 9 digit code number.

In case you are holding shares in demat form, kindly advise your Depository Participant to take note of your Bank account particulars/ECS mandate.

