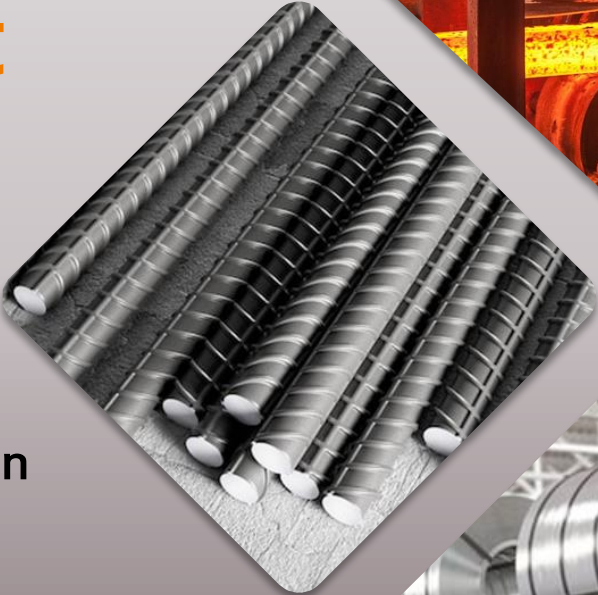




Next Orbit



Investor Presentation
August 2023



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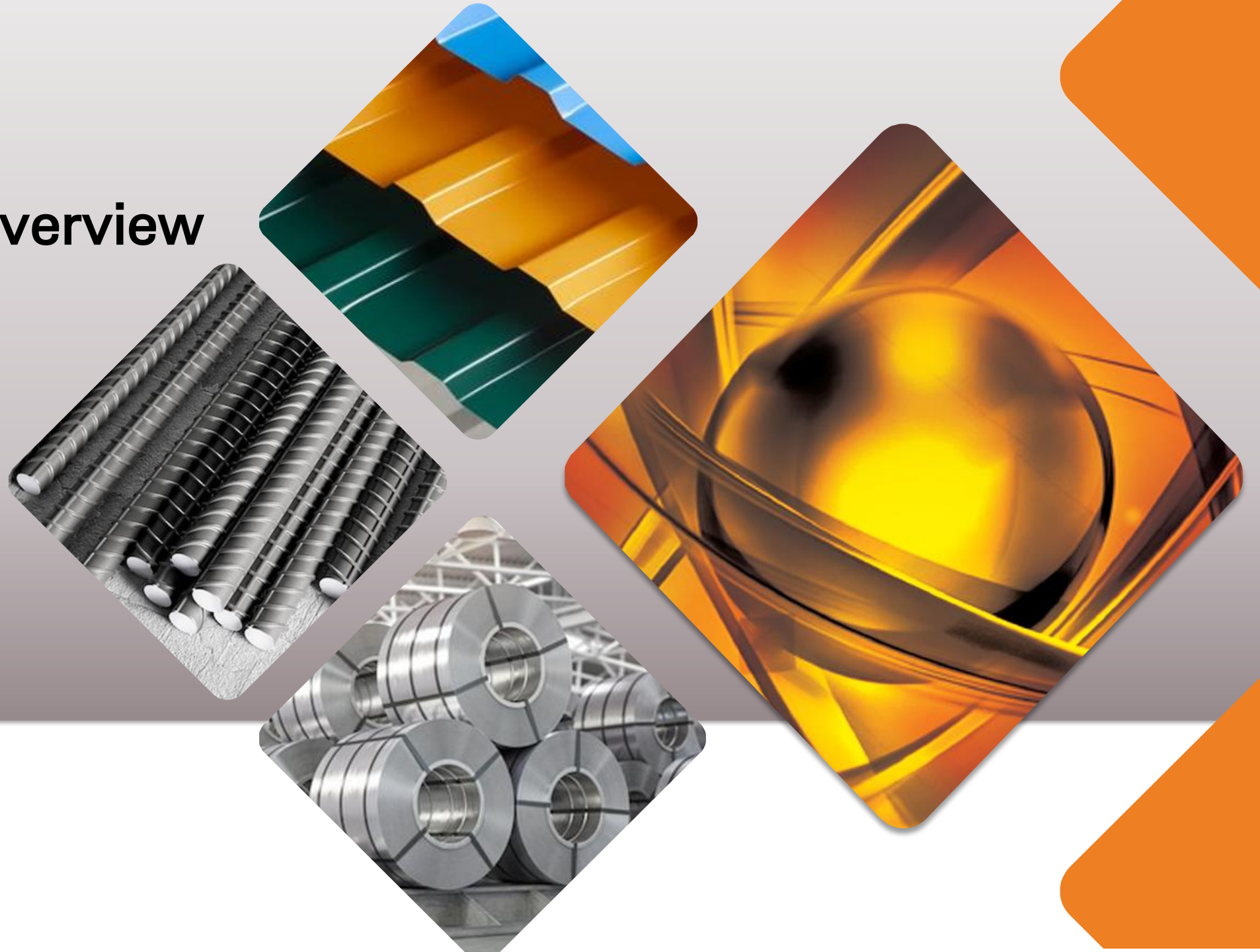
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Company Overview



"Ore to Metal"

Integrated steel plants with
Captive Power and Railway
Siding

4th Largest Sponge Iron Player
in India¹, **6th** largest Integrated
Long Steel player and amongst
the largest Ferro Alloys Producer
in East India and Leading player
in terms of Pellet Capacity in
India



2.07 MTPA Finished steel
Capacity backed by **2.7** MTPA
Iron Making capacity with
6 MTPA Pellet capacity and
0.22 MTPA specialised ferro
alloy capacity (as of June'23)

Strategically located plants with
**Proximity to Mineral
Belts, National
Highways and Ports**

Strong brand presence

TMT and structural products
are sold under the brand



41.5%
Revenue CAGR (FY21 to FY23)

**PAT
Positive**
since commencement of
operations in 2005

Promoters with decades of
experience in the Metal Industry
along with experienced
Management Team

Highest Credit Rating in
the Industry

CRISIL AA
(Stable)
Long Term Bank Facilities

CRISIL A1 +
(Stable)
Short Term Bank Facilities

Company Overview

- Incorporated in 2002, the Company is registered in Kolkata, India
- An integrated “Ore to Metal” producing Company manufacturing Pellets, Sponge Iron, Steel Billets, Long Steel Products & Ferro Alloys, selling both intermediate and final products
- 7 steel manufacturing plants, 1 in Odisha, 4 in West Bengal and 2 in Madhya Pradesh
- 1 State of the Art Aluminium Foil producing plant in Pakuria in the state of West Bengal and another plant in Jharkhand
- TMT and structural products are sold under the brand “SEL” and 
- Acquired 60% stake in Ramsarup Industries through a SPV
- Acquired Mittal Corp to foray into stainless steel operations

Eminent Promoters and Management



Mahabir Prasad Agarwal,
Chairman



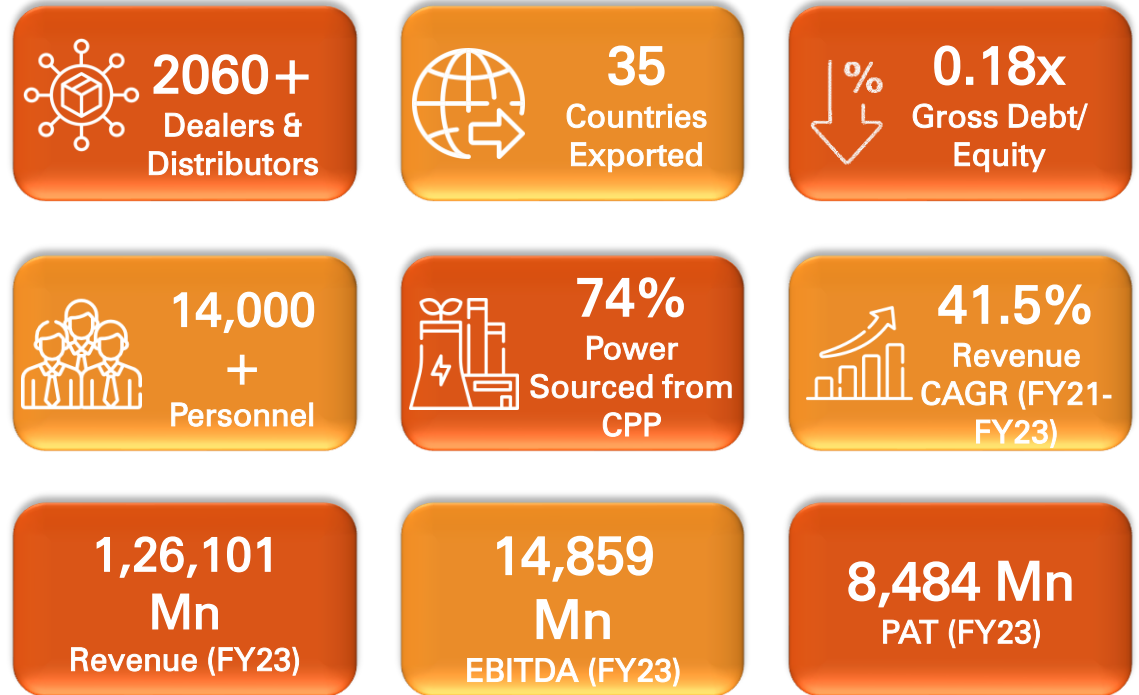
Brij Bhushan Agarwal,
VC & MD



Sanjay Kumar Agarwal,
Joint MD



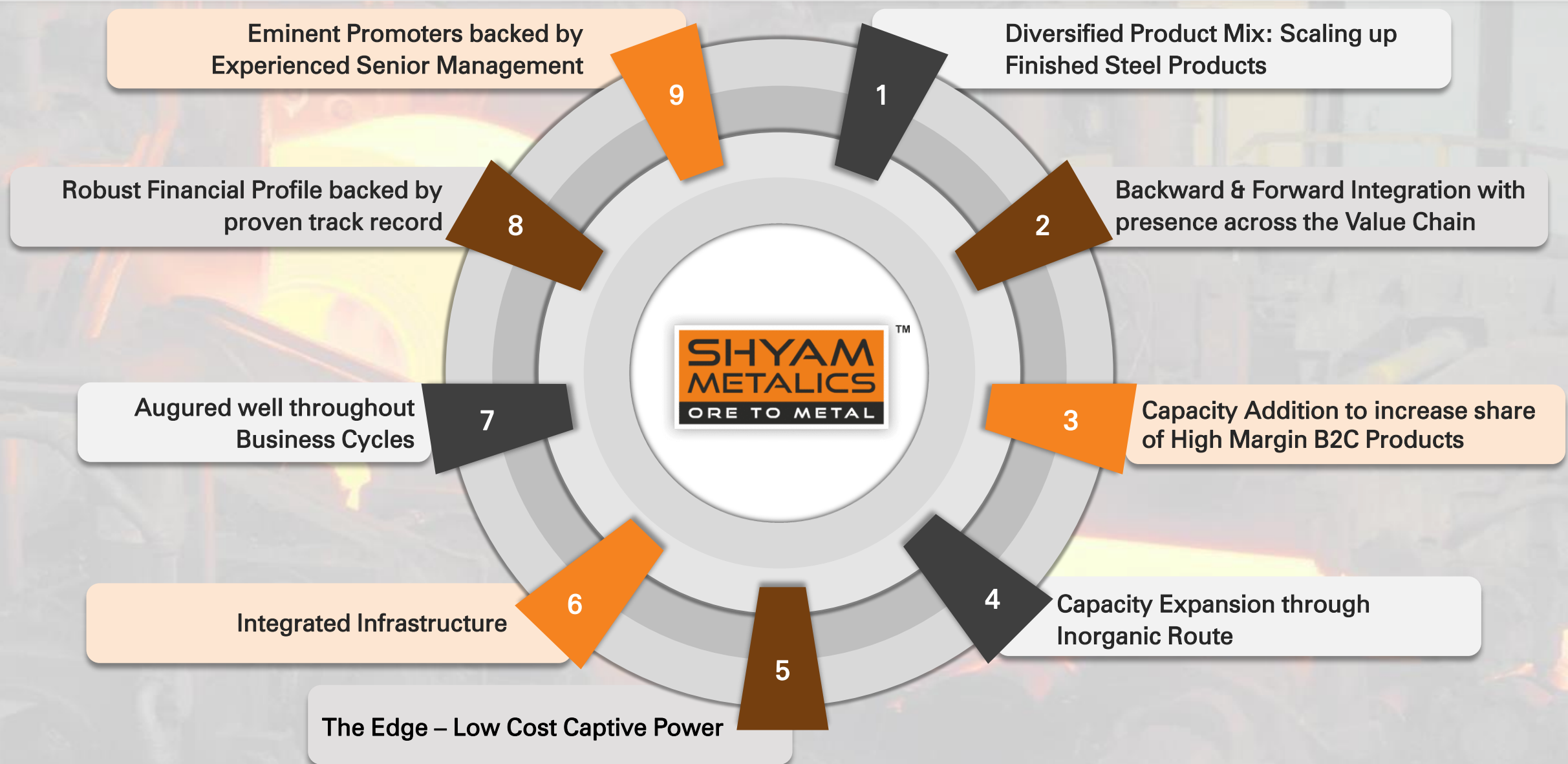
Deepak Agarwal,
Director Finance & CFO



Marquee Global Clientele

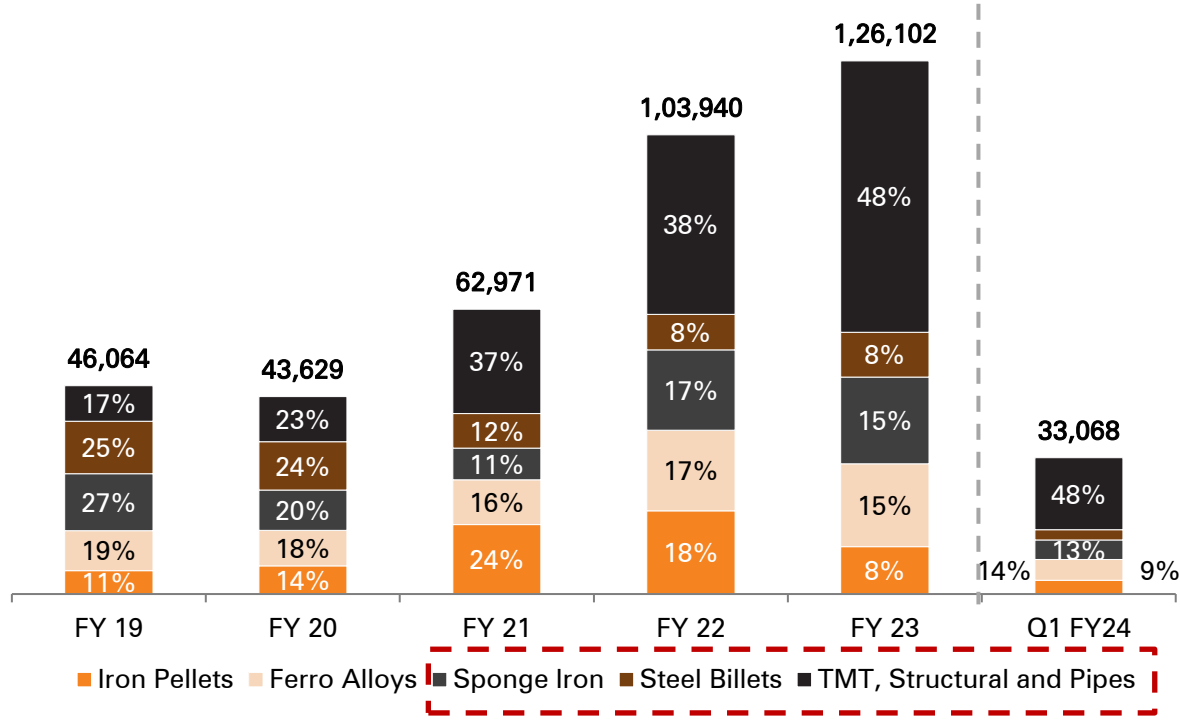


Key Value Propositions

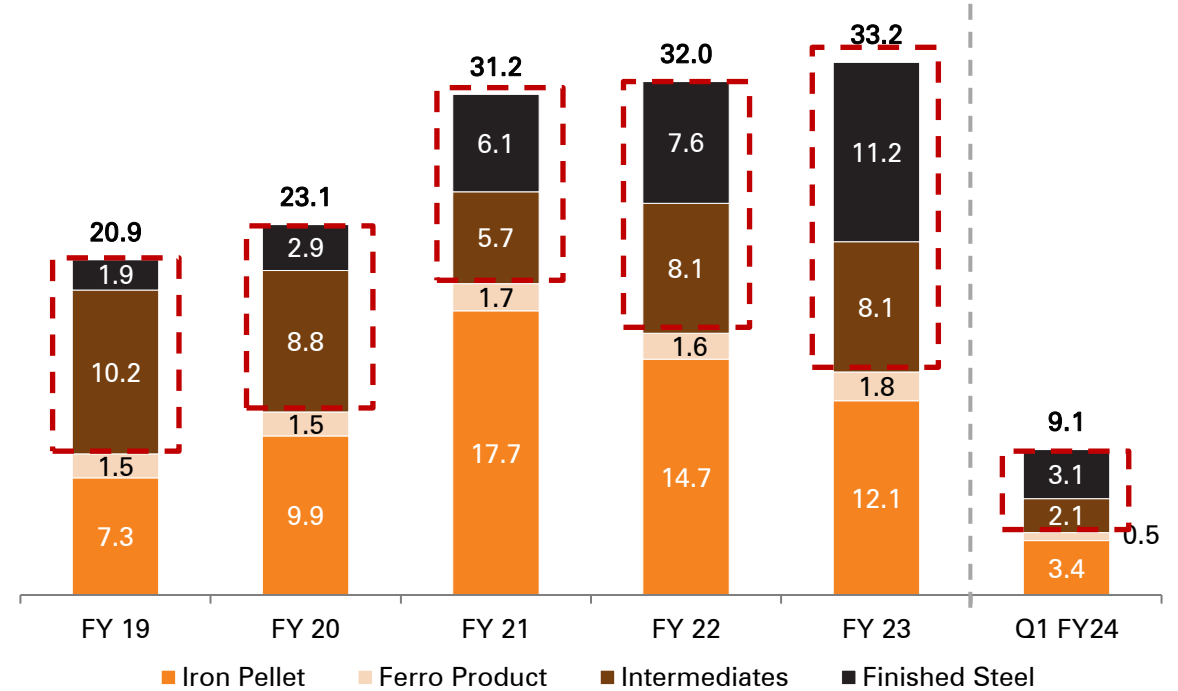


Derisked Business Model with Shift towards Margin Accretive Products

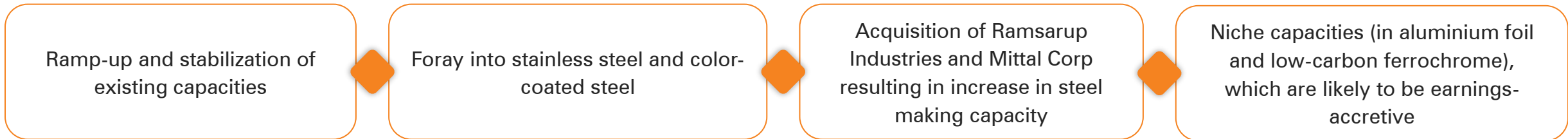
Revenue Mix (in INR Million)



Volumes (in lakh tonnes)

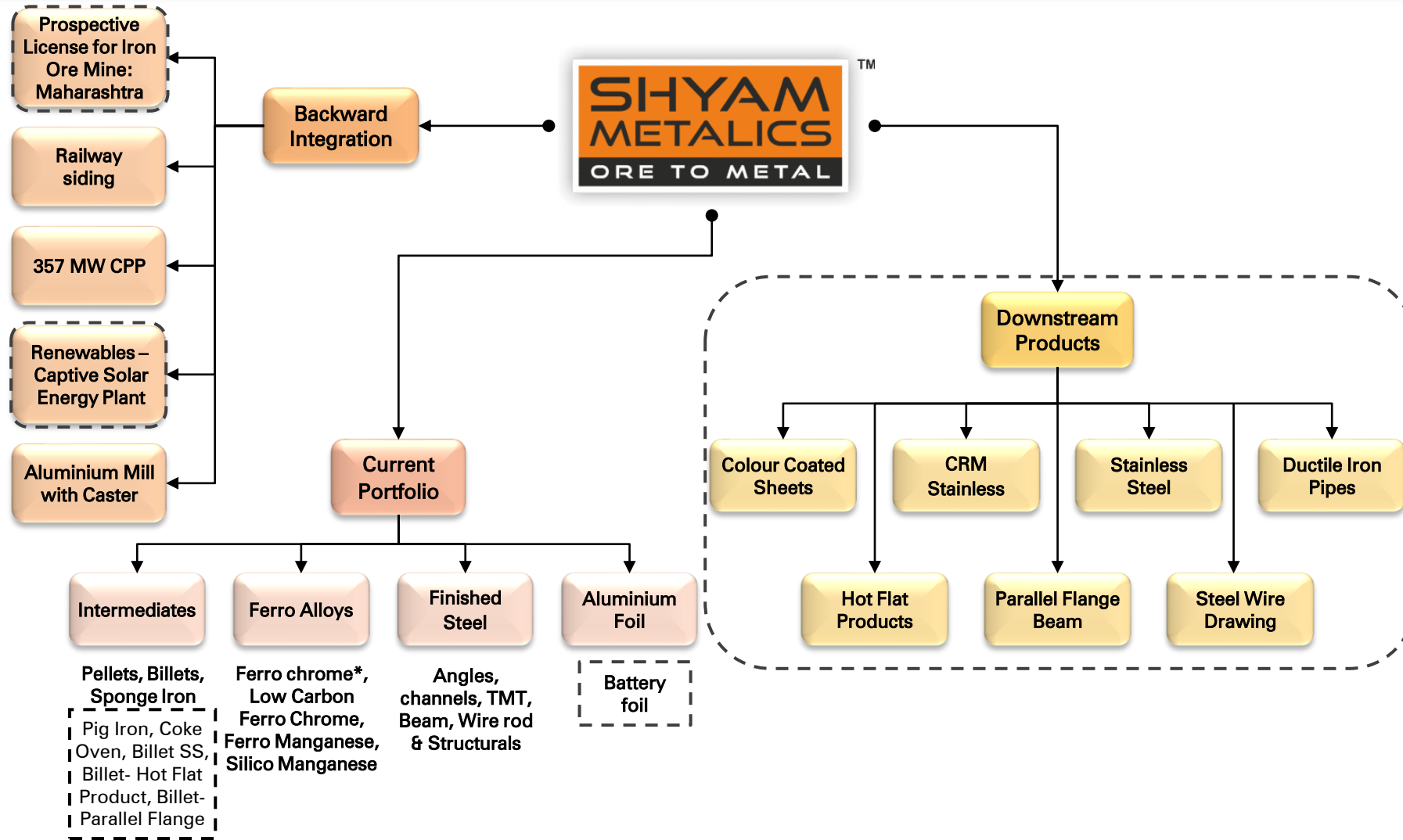


Factors Contributing towards Increasing Profitability



Steel Products

Driving Integration of Multi-Product Metals Portfolio



Multiple Sale Points across the Value Chain

Greater Control on Operating Margins

Flexibility to alter Product Mix

Focus on Quality

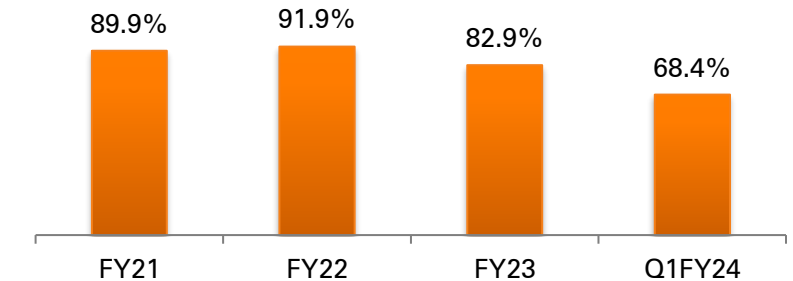
- Objectives for Expansion:**
- ✓ Foray into Newer Segments
 - ✓ Increase Backward Integration
 - ✓ Utilize cash generated from operations for growth

Expansion with strong focus on value added products

Integration has enabled greater control on the operating margins

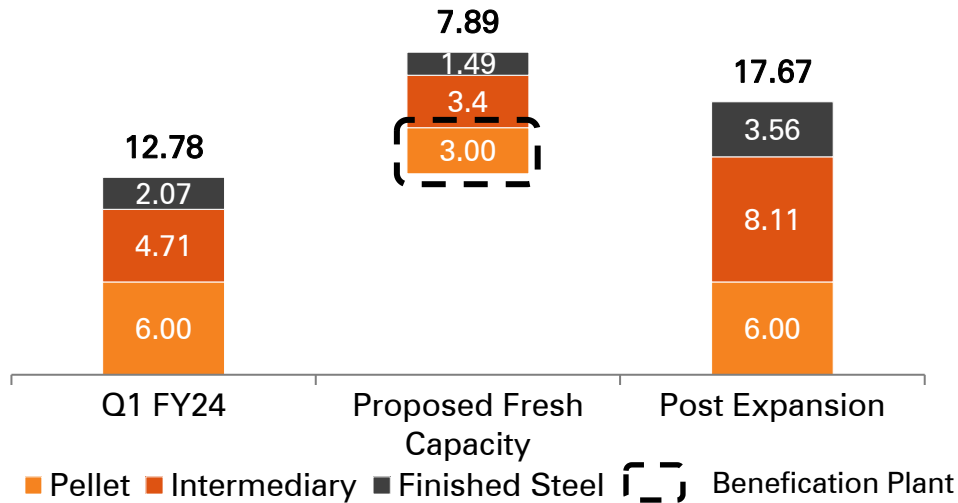
| Capacity (MTPA) | | FY21 | FY22 | FY23 | Q1FY24 | Post Expansion | Capacity (MTPA) | | Post Expansion |
|-----------------|--|------|------|------|--------|----------------|---------------------------------------|----------------------|----------------|
| | Iron Pellet | 2.40 | 3.60 | 4.80 | 6.00 | 6.00 | | Beneficiation | 3.0 |
| | Sponge Iron | 1.39 | 2.11 | 2.54 | 2.70 | 4.10 | | Coke Oven | 0.6 |
| | Billets | 0.89 | 0.94 | 1.69 | 2.01 | 2.01 | | Pig Iron | 1.05 |
| | TMT, Structural Steel, Wire Rods & Pipes | 0.82 | 0.90 | 1.97 | 2.07 | 2.07 | | Ductile Iron Pipes | 0.6 |
| | Ferro Alloys | 0.21 | 0.21 | 0.22 | 0.22 | 0.24 | | Parallel Flange Beam | 0.4 |
| | Captive Power (MW) | 227 | 267 | 267 | 357 | 597 | | Colour Coated Sheets | 0.4 |
| | Renewable Power (MW) | 5 | 5 | 9 | 9 | 109 | | Steel Wire Drawing | 0.09 |
| | Stainless Steel Billet | - | - | - | 0.12 | 0.75 | Aggregate Capacity Utilisation | | |
| | Stainless Steel Finished Steel | - | - | - | 0.15 | 0.85 | | | |
| | Aluminium Foil | - | - | 0.04 | 0.04 | 0.04 | | | |

Aggregate Capacity Utilisation

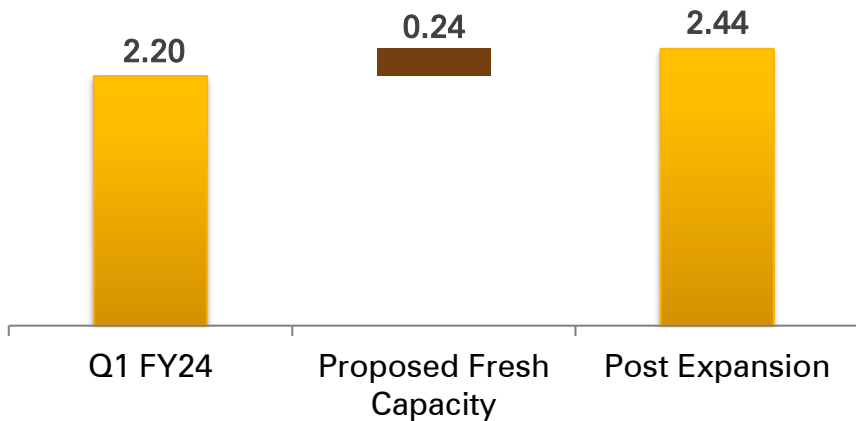


Planned Capacity Expansion - Significant Potential for Upside

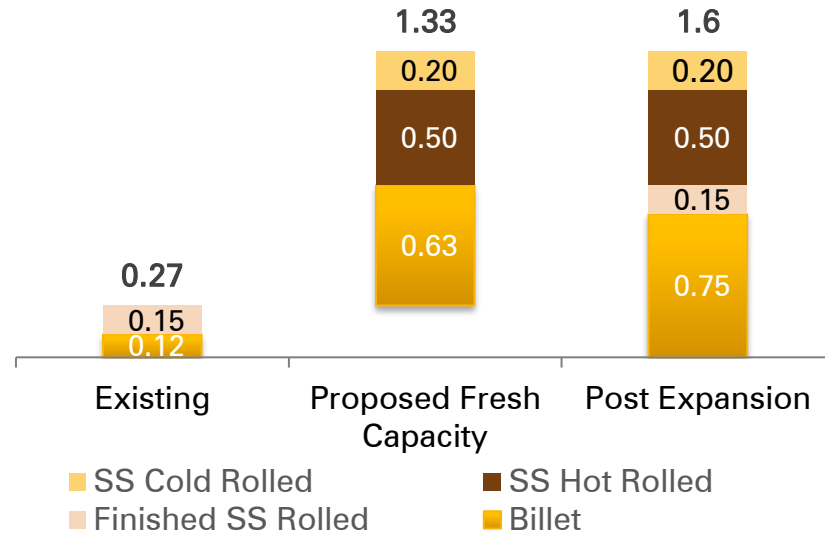
Steel Metal Capacity (MTPA)



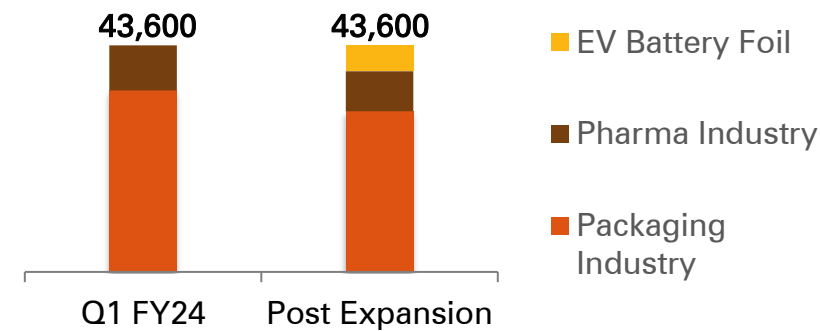
Ferro Alloys (LTPA)



Stainless Steel (SS) (MTPA)



Aluminium Foil (TPA)



Expanding product portfolio to diversify into EV battery sector

| Category - Steel | Capacity Increase (MTPA) | Cost (Rs. Mn) |
|----------------------|--------------------------|----------------|
| Backward Integration | 3.40 | 25,720 |
| Downstream Products | 1.49 | 14,880 |
| Sub Total | 4.89 | 40,600* |

| Category - Stainless Steel | Capacity Increase (MTPA) | Cost (Rs. Mn) |
|----------------------------|--------------------------|---------------|
| Backward Integration | 0.63 | 3,300 |
| Downstream Products | 0.70 | 7,000 |
| Sub Total | 1.33 | 10,300 |

| Category - Others | Capacity Increase (MTPA) | Cost (Rs. Mn) |
|----------------------------------|--------------------------|----------------|
| Ferro | 0.024 | 600 |
| Aluminum Foil | 0.005 | 1,000 |
| Sub Total | 0.029 | 1,600 |
| Renewables + Captive Power plant | 340 MW | 12,650 |
| Grand Total | 6.24 | 65,150* |

Capacity Expansion will augment revenues, better cost controls, increase in profitability

₹ 8,680 Mn spent already

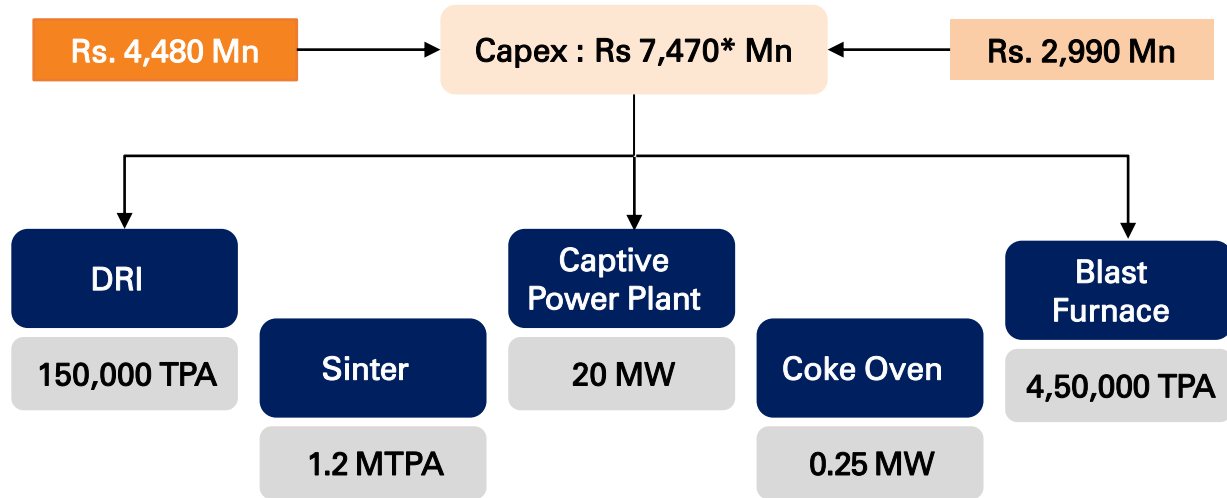
* JV partner will fund 5,490 Mn of Ramsarup capacity

Capacity Expansion through Inorganic Route – Ramsarup Industries (1/2)

Engaged in manufacturing wires, TMT Bars and steel, acquired for Rs 3,800 Mn out of which we paid Rs 2,280 Mn for 60% stake

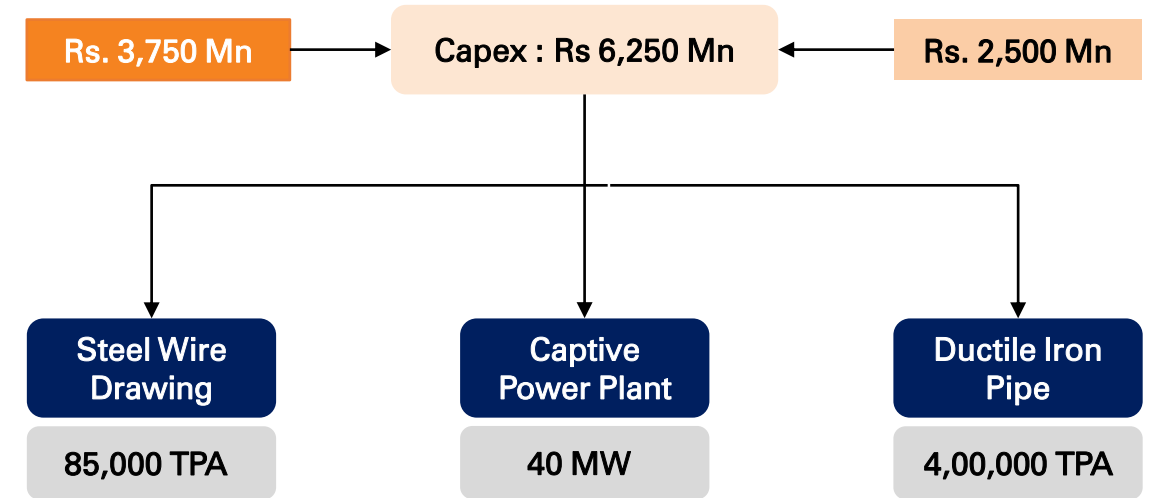


First Capex Infusion in Ramsarup Industries – Phase I



*Out of which Rs 1,940 Mn has already been incurred

Capacity Expansion in Ramsarup Industries – Phase II



Total capex to be incurred

Shyam Metals & Energy Ltd: Rs. 8,230 Mn

Super Smelters Ltd: Rs. 5,490 Mn

Forays into Stainless Steel (SS) through Acquisition of Mittal Corp (2/2)

Mittal Corp Industries Overview



Leading Player in Stainless Steel Flats (200 series and 400 Series) in India



2 Manufacturing units at Pithampur, Madhya Pradesh with ~17 Acres of land



Manufacturing plant is developed by **Italian player Danieli**



0.15 MTPA Installed Capacity for finished stainless steel



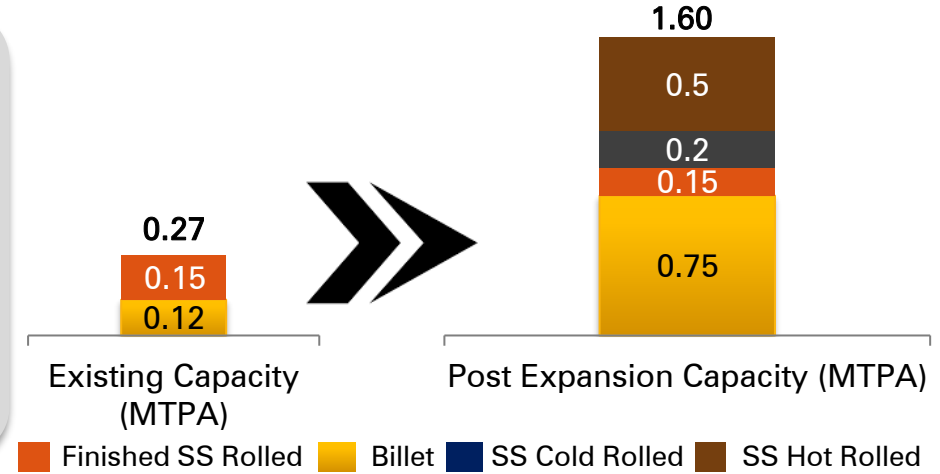
0.12 MTPA Installed Capacity for stainless steel billets



20 Tonne Induction Furnace

Capex Infusion in Ramsarup Industries

Shyam Metalics has forayed into stainless steel through acquisition of Mittal Corp. Company is focussed on increasing its capacity and thereby market share in margin accretive products



Business Areas

| Series 200 Stainless Steel | Series 300 Stainless Steel | Series 400 Stainless Steel | Business Areas catered by company |
|----------------------------|-------------------------------------|----------------------------|-----------------------------------|
| | | | |
| Kitchen Utensils | Automotive, White Goods, Decorative | Construction | |

Gol has issued circular for use of stainless steel for construction of national highway Bridges and centrally sponsored projects in marine environment susceptible to sever corrosion



Aluminium Plant – Pakuria , West Bengal & Giridih, Jharkhand

One of the largest aluminium foil manufacturer in India, plant spread over 5 acres

Plant installed by Achenback (Germany), an industry pioneer

Kickstarted and stabilised plant operations in record time

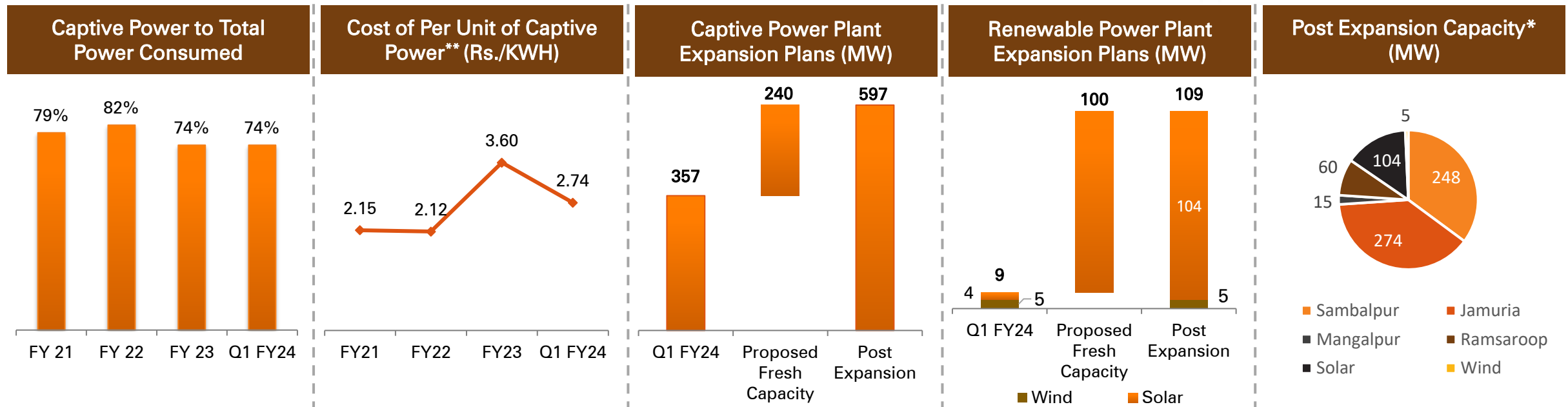
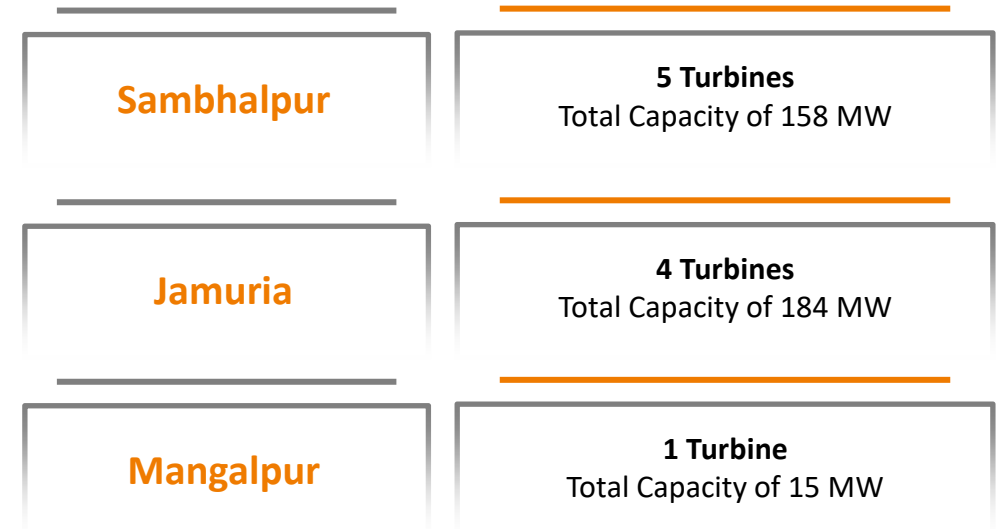
More than 60% of the production utilised for exports

Rolling range: 40 to 5 micron with annealing capability, customised as per demand

Majorly producing 6-10 micron rolled material

The Edge – Low Cost of Captive Power

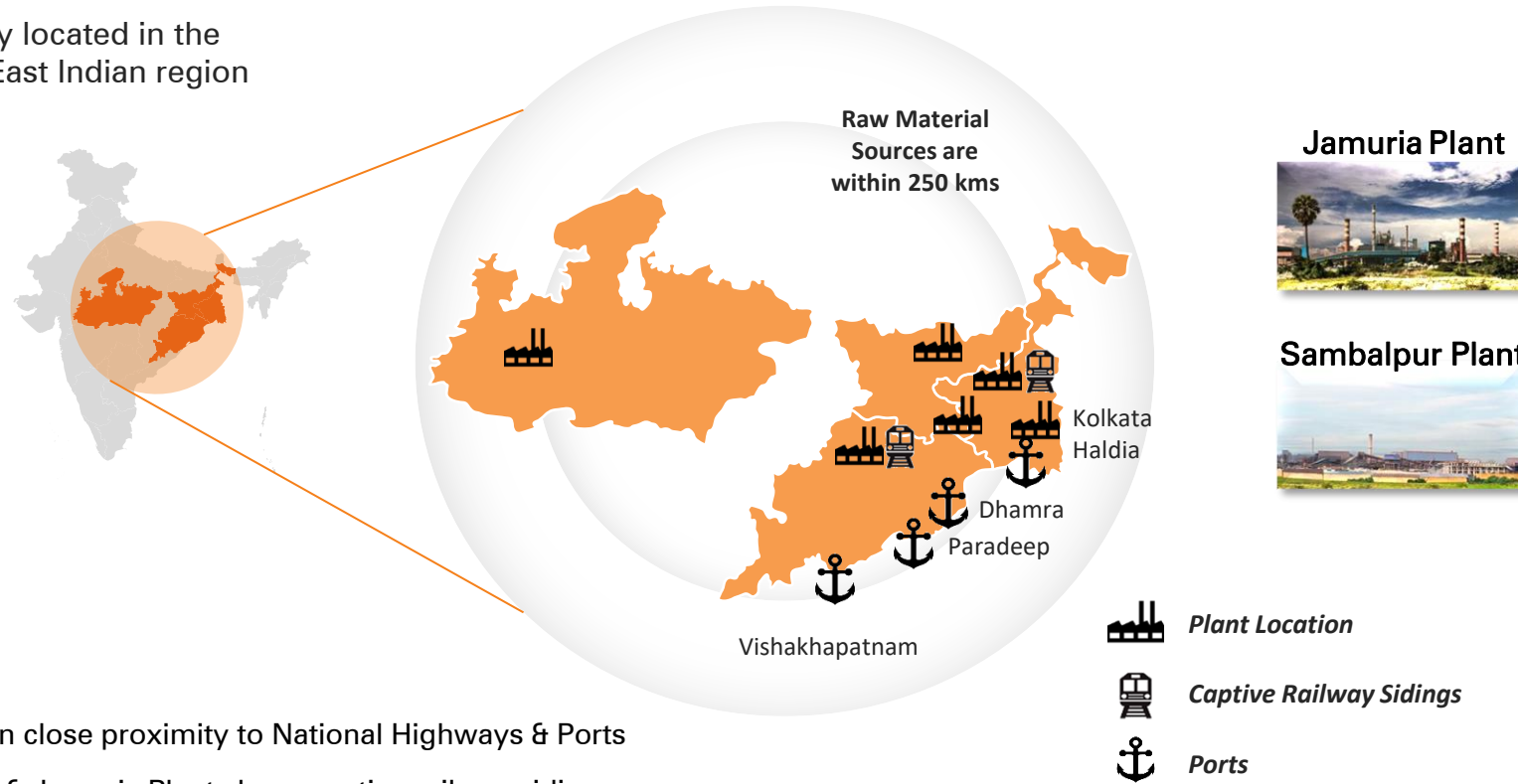
- Power consumed by the plants are primarily produced in-house by the captive power plants
- Captive power plants utilise non fossil fuels such as waste, rejects, heat and gas generated from the operations to produce electricity
- Cost of in-house power is significantly less than grid power which costs INR 5-7 Per Unit *



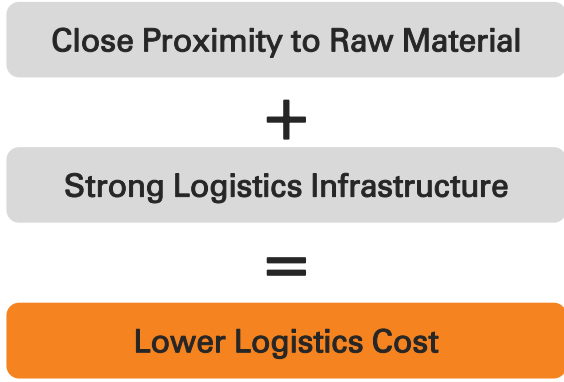
* Source: CRISIL Report; **Average cost of Power from Captive Power Plant = Total cost of power from all Captive Power Plants / Total production units

Strategically Located - Supported by Infrastructure

Strategically located in the mineral rich East Indian region



- Plants are in close proximity to National Highways & Ports
- Sambalpur & Jamuria Plants have captive railway sidings



Proximity to ports enables Company to export products in a cost efficient manner

We have 7 state of the art manufacturing plants in West Bengal, Odisha and Madhya Pradesh

2 Aluminium foil manufacturing plants located West Bengal and Jharkhand

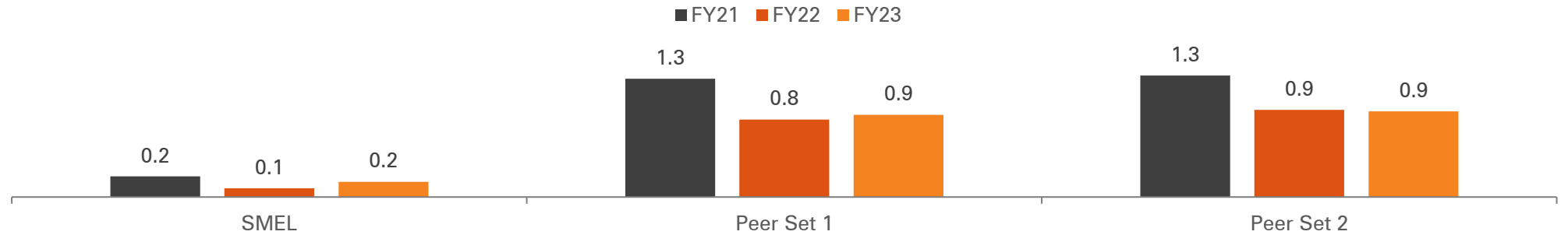
These plants also include captive power plants supported by robust infrastructure including captive railway sidings.

Diversifying Geographical Base | 70% of the products are sold within the vicinity of 500 kms from the plants

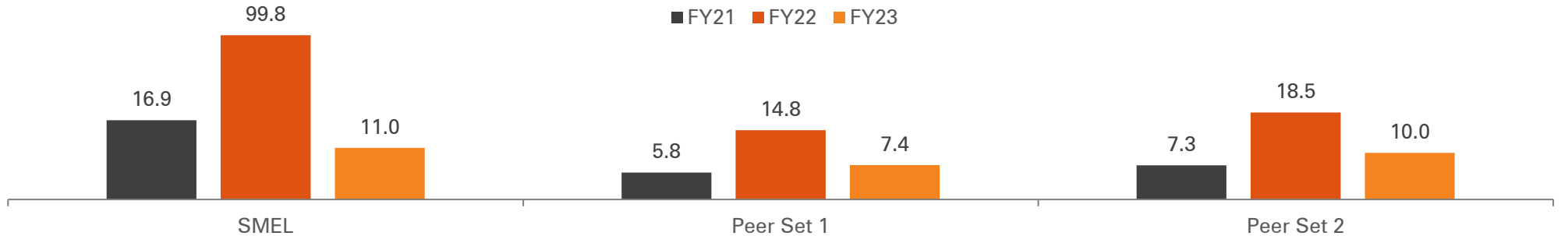
Augured well throughout Business Cycles - Leverage

Conservatively Leveraged – Steady Cash Accruals following Healthy Operating Performance,

Gearing Ratio (x)



Highest Interest Coverage Ratio vis-à-vis Industry Peers (x)



Healthy operating performance helped the Company achieve One of the lowest gearing amongst peers as on March 31, 2023

Upcoming facilities are at a lower capex intensity compared to its peers, resulting in payback period of less than 3 years as against the industry average of 6 years

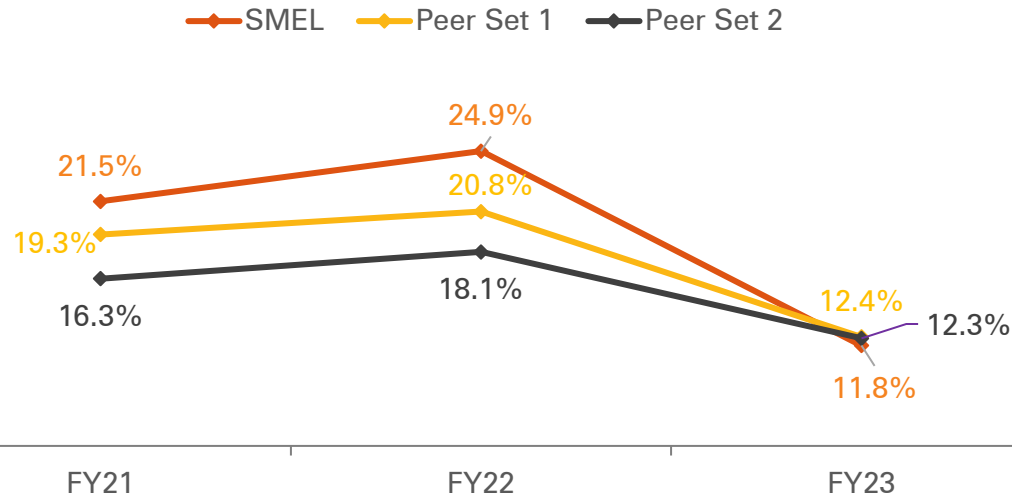
Peer Set I includes JSW, Tata, SAIL, JSPL, Kalyani Steel, MSP Steel and Power Ltd., Prakash Industries Ltd., Sarada Energy and Minerals Ltd., ESL, JSW Ispat Special Products Ltd., Godawari Power & Ispat Ltd.

Peer Set II includes companies in Peer Set I except Large Players (Tata, SAIL, JSW, JSPL)

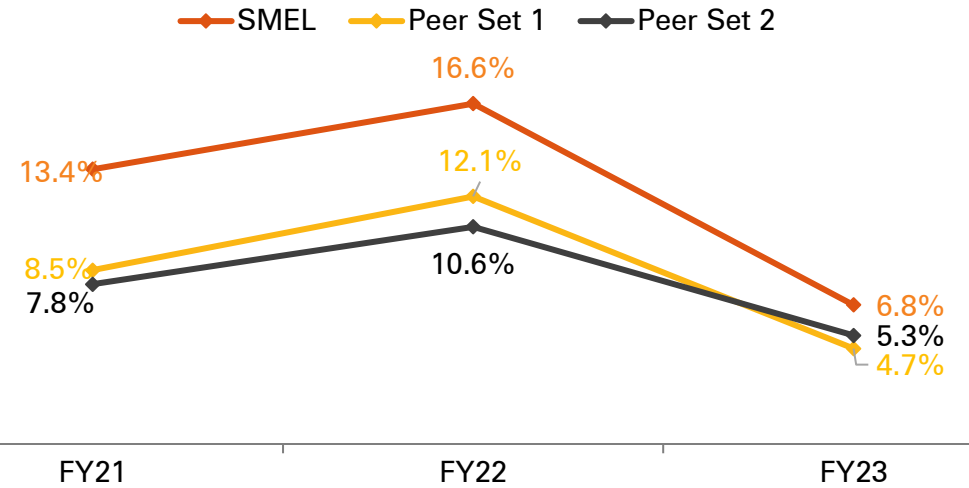
Augured well throughout Business Cycles - Profitability

Better financial performance as compared to peers operating in the long and intermediary steel sector

EBITDA Margin (%)



PAT Margin (%)



Factors Contributing towards Higher Margins

Backward & Forward Integration

Presence across the value chain
De-Risking Revenue Streams

Flexible & Diversified Product Mix

Captive Power providing ~74% power requirement

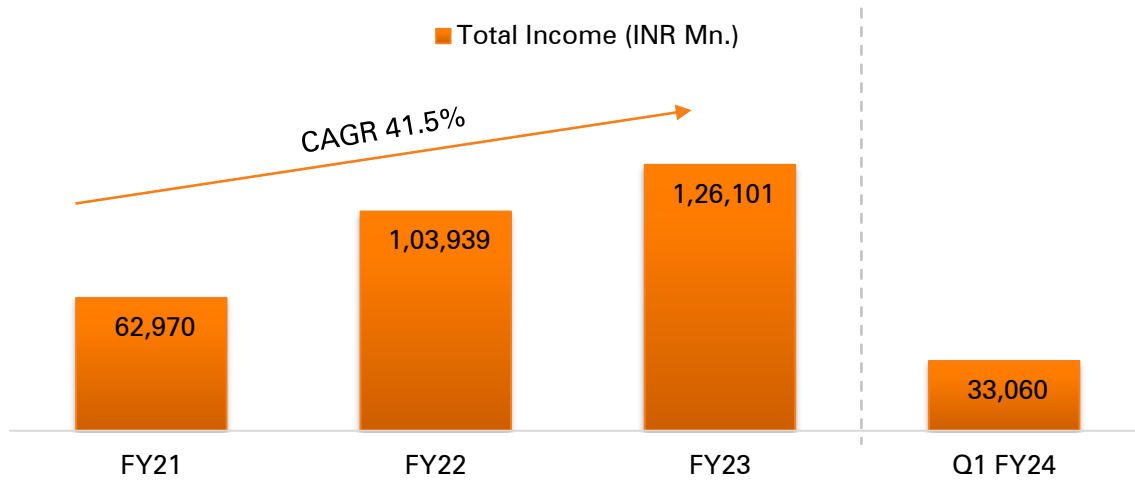
Logistical Advantage Location & Captive Railway sidings

Peer Set I includes JSW, Tata, SAIL, JSPL, Kalyani Steel, MSP Steel and Power Ltd., Prakash Industries Ltd., Sarada Energy and Minerals Ltd., ESL, JSW Ispat Special Products Ltd., Godawari Power & Ispat Ltd.

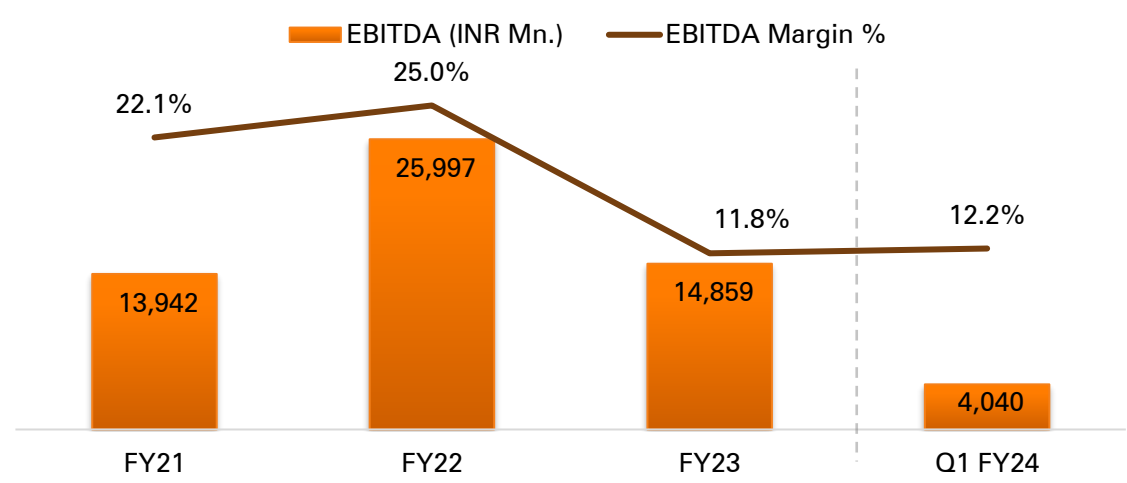
Peer Set II includes companies in Peer Set I except Large Players (Tata, SAIL, JSW, JSPL)

Source: Factset

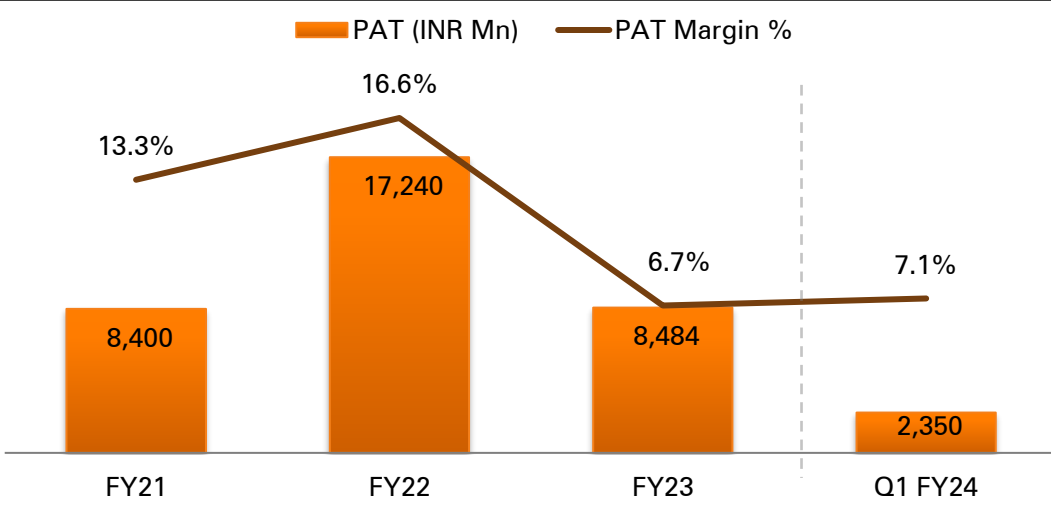
De-risked & Diversified Model supporting sustainable Revenue Stream & Growth...



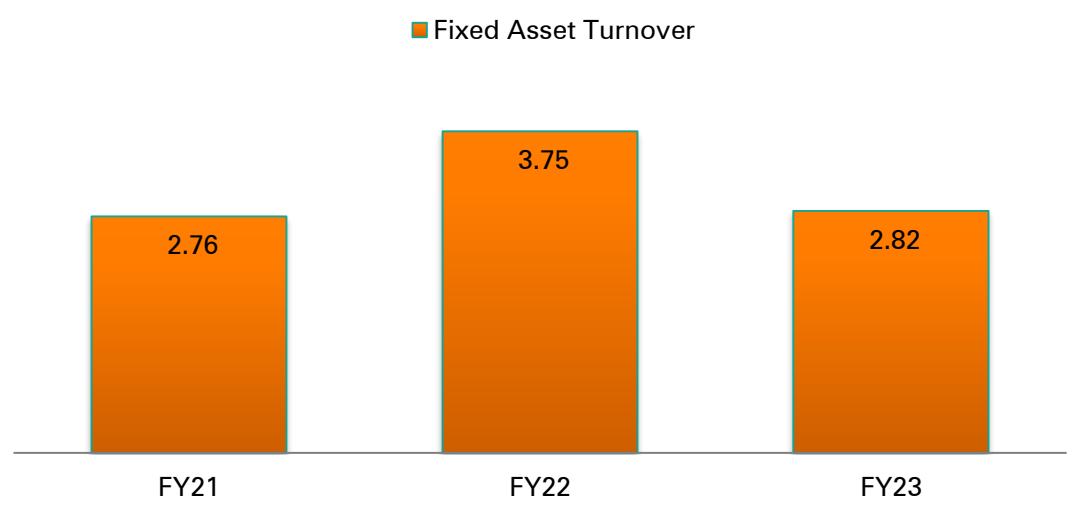
Operating efficiency resulting in superior profitability...



Operating efficiency & low leverage resulting in profitability...



Low Intensity Capex as against Industry Standards resulting in High Fixed Asset Turnover





Mahabir Prasad Agarwal, *Non-executive Chairman*

- He has over three decades of experience in the steel and ferro alloys industry
- Founder and Director of our subsidiary SSPL since inception and is actively involved in the CSR activities of the company and its subsidiary



Brij Bhushan Agarwal, *Vice Chairman and Managing Director*

- He holds a bachelor's degree in commerce from the University of Calcutta
- He has over 23 years of experience in the steel and ferro alloys industry
- He is primarily responsible for strategic planning, future expansion, business development, marketing, human resources and corporate affairs of the Company



Sanjay Kumar Agarwal, *Joint Managing Director*

- He holds a bachelor's degree in commerce, with honours, from the University of Calcutta
- He has over 17 years of experience in the steel and ferro alloys industry
- He is primarily responsible for the operations of the manufacturing plants at Sambalpur, Jamuria and Mangalpur, with focus on cost control, production efficiency and competitive procurement of raw material



Deepak Kumar Agarwal, *Whole-Time Director*

- He holds a bachelor's degree in commerce, with honours, from University of Calcutta. He is also an associate member of the Institute of Company Secretaries of India
- He has over a decade of experience in the steel and ferro alloys industry
- He is responsible for handling finance, risk management and corporate affairs functions of the Company and its Subsidiaries

Statutory Auditor



M/s. MSKA & Associates, a member firm of BDO International which is 5th Largest network of accounting, tax and advisory firms and is the largest mid-tier network in the world



Dev Kumar Tiwari, *Whole-time Director*

- He holds a bachelor's degree in arts (honours) from Bihar University, Muzaffarpur
- He has over 23 years of experience in the steel and ferro alloys industry
- He is responsible for project implementation and operations of our Sambalpur manufacturing plant



Malay Kumar De, *Independent Director*

- He is M. Sc in Organic Chemistry from University of North Bengal, Siliguri Joined the IAS in 1985 and was allotted West Bengal cadre
- He was the Chairman and Managing Director of both the restructured utilities, namely West Bengal State Electricity Distribution Company Ltd



Shashi Kumar, *Independent Director*

- His a B.Sc. (Hons.) graduated in Mining Engineering from Indian School of Mines, Dhanbad and obtained his 2nd class Mine Managers Certificate of competency (in 1969) and 1st class Mine class Mine Managers Certificate of Competency
- Since retirement from Coal India Limited, Shri Shashi Kumar has been working as Advisor (Coal) to NTPC Ltd. IFFCO and Chhattisgarh Power Limited (a joint venture of IFFCO and the state of Chhattisgarh represented through CSEB).



Kishan Gopal Baldwa, *Independent Director*

- He holds a bachelor's degree in commerce from the University of Rajasthan and is a fellow member of the Institute of Chartered Accountants of India for the past 37 years



Yudhvir Singh Jain, *Independent Director*

- He holds a bachelor's degree in science, with honours, from University of Delhi, and a bachelor's degree in law from Delhi University
- He was previously associated with Corporation Bank for 34 years, and retired as a general manager



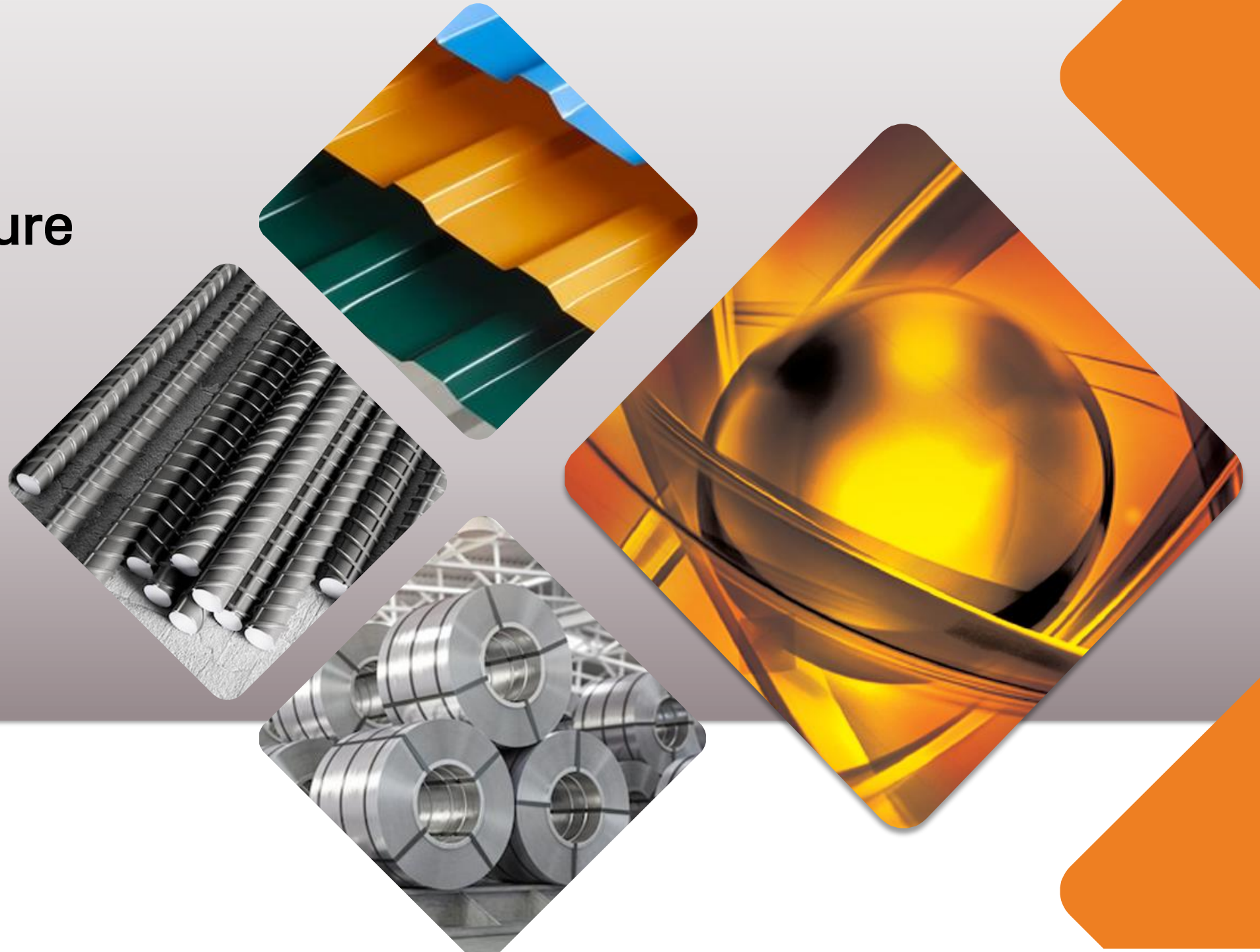
Rajni Mishra, *Independent Woman Director*

- She has experience in Government Regulatory Affairs, Secretarial Compliances, Board procedures and Corporate Governance

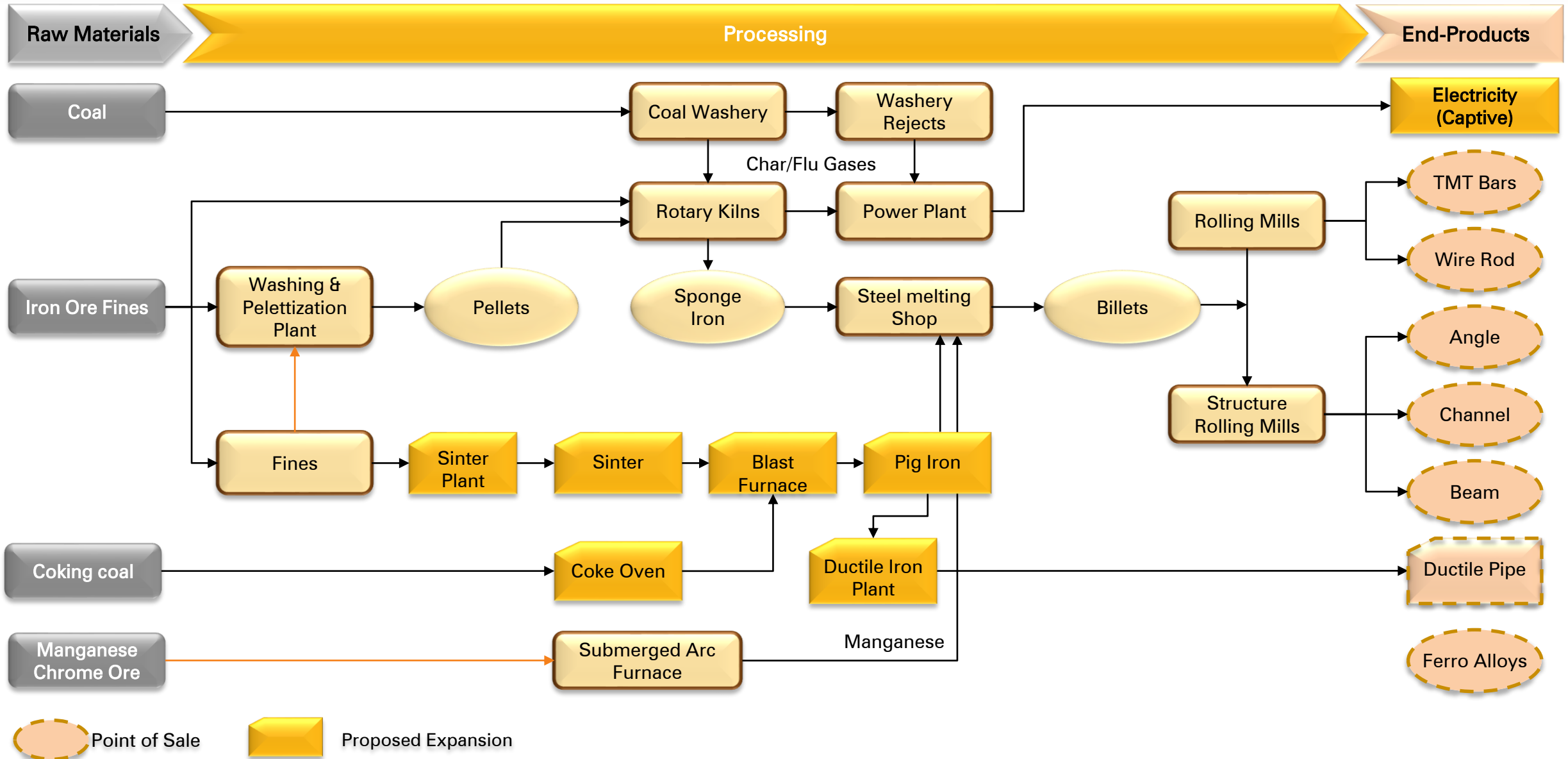


All of the above strategies to be achieved without leveraging

Annexure



Integrated operations across the steel value chain



Detailed Plant Wise Capacities* – Existing

| Product –Wise Capacity (MTPA) | Pandoli, Odisha | Jamuria, West Bengal | Mangalpur, West Bengal | TOTAL (MTPA) |
|-------------------------------|-----------------|----------------------|------------------------|--------------|
| Iron Pellets | 3 | 3 | | 6 |
| Ferro Alloys | 0.11 | 0.07 | 0.04 | 0.22 |
| DRI (Direct Reduced Iron) | 1.16 | 1.52 | 0.06 | 2.70 |
| Billets | 0.87 | 1.14 | | 2.01 |
| TMT, WDM, SRM | 0.92 | 1.15 | | 2.07 |
| Captive Power | 158 MW | 184 MW | 15 MW | 357 MW |

(*Capacities as of June 2023)

Detailed Plant Wise Capacities – Post Expansion : Steel

| Product –Wise Capacity (MTPA) | Sambalpur, Odisha | Jamuria, West Bengal | Mangalpur, West Bengal | Kharagpur, West Bengal | TOTAL (MTPA) |
|-------------------------------|-------------------|----------------------|------------------------|------------------------|--------------|
| Iron Pellets | 3 | 3 | | | 6 |
| Ferro Alloys | 0.11 | 0.07 | 0.06 | | 0.24 |
| DRI (Direct Reduced Iron) | 1.75 | 1.98 | 0.06 | 0.15 | 3.94 |
| Pig Iron / Blast Furnance | | 0.6 | | 0.45 | 1.05 |
| Billets | 0.87 | 1.14 | | | 2.01 |
| TMT, WDM, SRM | 0.92 | 1.15 | | 0.09 | 2.16 |
| DI Pipe | | 0.2 | | 0.4 | 0.6 |
| Colour Coated | | 0.4 | | | 0.4 |
| Heavy Structural | 0.4 | | | | 0.4 |
| Captive Power | 248 MW | 274 MW | 15 MW | 60 MW | 597 MW |

Detailed Plant Wise Capacities – Post Expansion : Stainless Steel

| Product –Wise Capacity (MTPA) | Sambalpur, Odisha | Pitampura, Madhya Pradesh | TOTAL (MTPA) |
|-------------------------------|-------------------|---------------------------|--------------|
| Stainless CR | 0.2 | | 0.2 |
| Stainless HR | 0.5 | | 0.5 |
| Stainless | | 0.15 | 0.15 |
| Billets | 0.13 | 0.12 | 0.25 |
| Slabs | 0.5 | | 0.5 |

TMT

TMT are used for the construction of buildings, transmission towers, industrial sheds, structures, road, dam and in other various infrastructures

SMEL sells the best quality TMT primarily in the states of West Bengal, Odisha, Bihar, Jharkhand, Tripura, Sikkim, Assam, Arunachal Pradesh, Manipur, Meghalaya, Uttarakhand, Uttar Pradesh, Punjab and Haryana. Our TMT and structural products are sold under the brand "SEL"

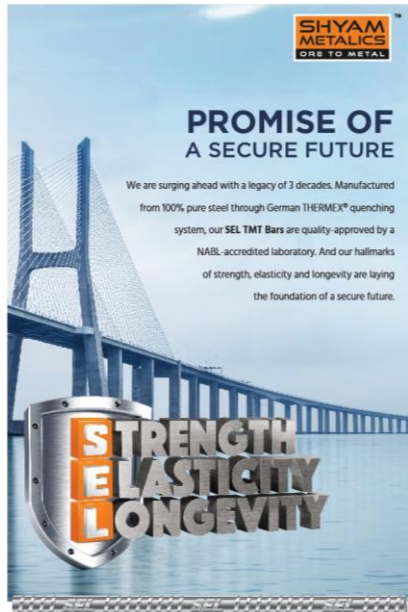
STRUCTURE

Structural steel describes hot rolled steel products such as angles, channels and beams. With an array of high-quality Structural products under the brand 'SEL', backed by world-class service and its other products, SMEL holds its pride of place among the leading steel manufacturers of the country and material directly from the DRHP

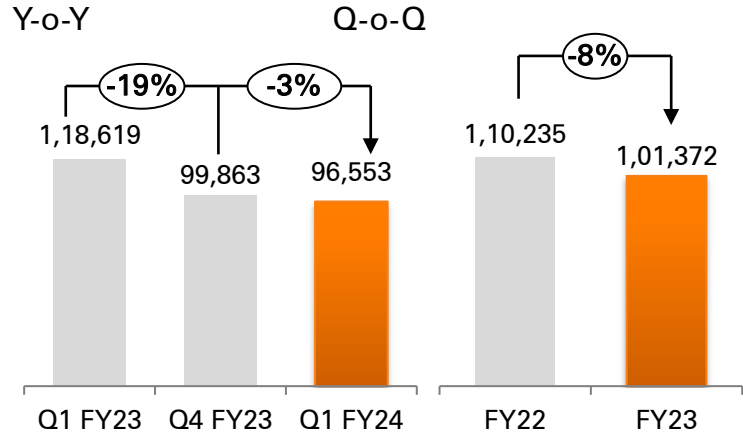
WIRE RODS

Towards forward integration, SMEL has set up high quality Wire Rod manufacturing & Wire Drawing facilities with best available technology and plant & machinery support

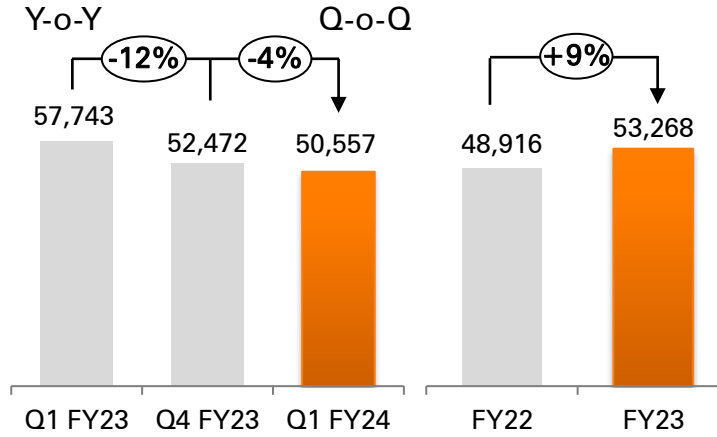
Since the raw materials are manufactured in-house at our plant, the company is able to produce high quality Wire Rod & H.B. Wires in an efficient & cost-effective manner



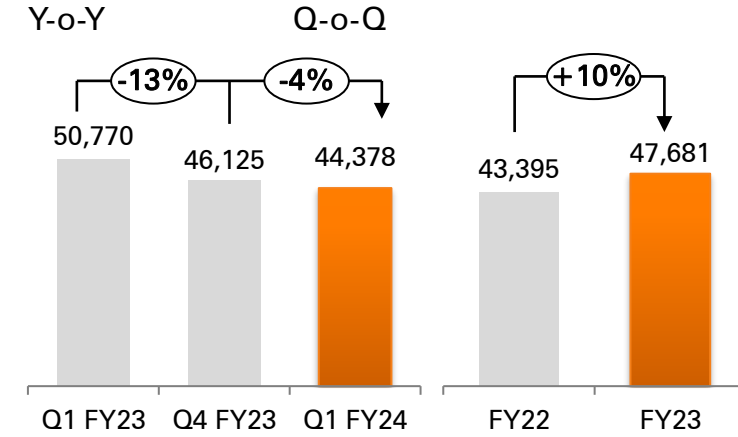
Ferro Products



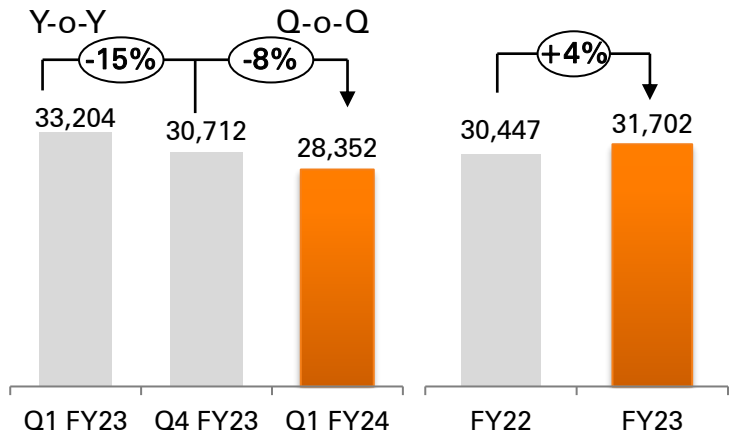
Finished Steel



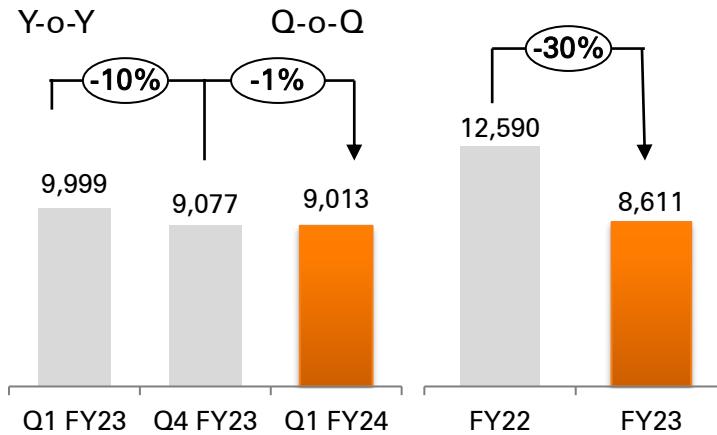
Steel Billets



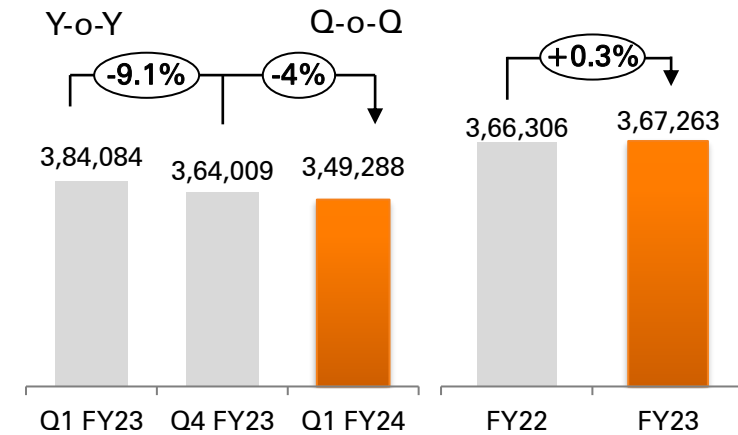
Sponge Iron



Iron Pellets



Aluminium Foil



Consolidated Statement of Profit & Loss

| | Particulars (in INR Mn) | FY21 | FY22 | FY23 | Q1FY24 |
|------|--|--------------------|---------------------|--------------------|------------------|
| | INCOME | | | | |
| I | Revenue from operations | 62,970.70 | 1,03,939.60 | 1,26,101.80 | 33,068.10 |
| II | Other Income | 237.20 | 600.10 | 1,120.10 | 330.30 |
| III | Total Income (I+II) | 6,32,079.00 | 10,45,397.00 | 1,27,221.90 | 33,398.40 |
| | EXPENSES | | | | |
| | Cost of material consumed | 37,167.40 | 64,608.70 | 89,163.30 | 24,157.30 |
| | Purchase of stock-in-trade | 675.80 | 325.40 | 2,925.60 | 151.60 |
| | Change in inventories of finished goods, stock in trade and work -in-progress | 489.80 | -1,808.70 | -2,426.40 | -393.90 |
| | Employee benefits expense | 1,881.40 | 2,465.60 | 3,451.50 | 980.90 |
| | Finance costs | 624.60 | 231.60 | 931.30 | 367.30 |
| | Depreciation and amortisation expense | 3,003.60 | 2,724.00 | 4,630.80 | 1,190.10 |
| | Other expenses | 8,818.60 | 12,351.20 | 18,128.90 | 4,113.70 |
| | Total Expense (IV) | 52,661.20 | 80,897.80 | 1,16,805.00 | 97,363.80 |
| V | Profit/(loss) before Share in Profit/(Loss) of Associate and Joint Venture and tax (III-IV) | 10,546.70 | 23,641.90 | 1,04,169.00 | 2,821.40 |
| VI | Share in Profit/(Loss) of Associate and Joint Venture | 2.70 | 1.40 | 1.40 | 0.30 |
| | Profit/(Loss) before tax (V+VI) | 10,549.40 | 23,643.30 | 1,04,170.40 | 2,821.70 |
| VII | Tax expense: | | | | |
| | (i) Current tax | 2,665.60 | 5,394.60 | 2,345.90 | 477.10 |
| | Add: MAT Credit Utilized | | 1,007.90 | -411.70 | -47.80 |
| | (ii)Deferred tax | -551.60 | -0.80 | | 40.40 |
| VIII | Profit/(loss) for the period(VI-VII) | 8,435.40 | 17,241.80 | 8,484.10 | 2,352.00 |
| IX | Profit for the Year (VIII+IX+X) | 8,435.40 | 17,241.80 | 8,484.10 | 2,352.00 |
| | Profit / Loss attributable to Non Controlling Interest | 2.00 | -3.60 | -91.90 | 21.90 |
| | Profit / Loss attributable to owners of the Parent | 8,433.40 | 17,245.40 | 8,576.00 | 2,373.90 |
| X | Other comprehensive income | | | | |
| | (i) Items that will not be reclassified to profit and loss | | | | |
| | - Remeasurement of Defined Benefit Plan | 6.80 | -10.20 | -15.20 | -12.40 |
| | - Equity instruments at fair value through other comprehensive income | 58.90 | 573.50 | 219.30 | 169.70 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | -14.20 | -127.60 | -50.50 | -36.00 |
| | Other comprehensive income for the year | 51.50 | 435.70 | 153.60 | 121.30 |
| XI | Total Comprehensive Income for the period (XI+XII) | 8,486.90 | 17,677.50 | 8,637.70 | 2,473.30 |
| | Comprehensive Income attributable to Non Controlling Interest | 2.00 | -3.60 | -91.90 | -21.90 |
| | Comprehensive Income attributable to owners of the Parent | 8,484.90 | 17,681.10 | 8,729.60 | 2,495.20 |
| XII | Earning per Equity Share of ₹ 10 each (in ₹) | | | | |
| | Basic(₹) | 36.10 | 68.91 | 33.26 | 9.22 |
| | Diluted(₹) | 36.10 | 68.91 | 33.26 | 9.22 |

Consolidated Statement of Assets & Liabilities

| PARTICULARS (In INR Mn) | | FY21 | FY22 | FY23 |
|-------------------------|---|------------------|------------------|--------------------|
| I | ASSETS | | | |
| 1 | NON-CURRENT ASSETS | | | |
| | (a) Property, plant & equipment | 17,588.70 | 23,835.00 | 28,678.00 |
| | (b) Right of use assets | 426.90 | 661.00 | 764.00 |
| | (c) Capital work-in-progress | 5,064.00 | 7,683.00 | 27,689.00 |
| | (d) Intangible assets | 6.50 | 51.00 | 19.00 |
| | (e) Financial assets | | | |
| | (i) Investments | 665.80 | 3,503.00 | 9,315.00 |
| | (ii) Other financial assets | 461.20 | 390.00 | 285.00 |
| | (f) Other non-current assets | 2,524.70 | 1,392.00 | 2,125.00 |
| | (g) Deferred tax assets (net) | 67.70 | - | - |
| | SUB-TOTAL (A) | 26,805.50 | 37,513.00 | 68,874.00 |
| 2 | CURRENT ASSETS | | | |
| | (a) Inventories | 10,302.30 | 20,570.00 | 22,051.00 |
| | (b) Financial assets | | | |
| | (i) Investments | 2,152.40 | 6,856.00 | 5,316.00 |
| | (ii) Trade Receivables | 5,335.50 | 3,761.00 | 6,042.00 |
| | (iii) Cash and Cash Equivalents | 1,638.40 | 919.00 | 748.00 |
| | (iv) Bank Balances other than (iii) above | 1,599.40 | 2,340.00 | 971.00 |
| | (v) Loans | 161.80 | 1,729.00 | 10.00 |
| | (vi) Other Financial Assets | 810.20 | 1,058.00 | 868.00 |
| | (c) Current Tax Assets | 1.50 | 373.00 | 1,044.00 |
| | (d) Other current assets | 5,392.20 | 9,130.70 | 5,962.00 |
| | SUB-TOTAL (B) | 27,393.70 | 46,737.00 | 43,012.00 |
| | TOTAL ASSETS (A+B) | 54,199.20 | 84,250.00 | 1,11,887.00 |

Consolidated Statement of Assets & Liabilities

| PARTICULARS (In INR Mn) | | FY21 | FY22 | FY23 |
|-------------------------|--|------------------|--------------------|--------------------|
| II | EQUITY & LIABILITIES | | | |
| 1 | EQUITY | | | |
| | (a) Equity share capital | 2,336.10 | 2,551.00 | 2,551.00 |
| | (b) Other equity | 34,004.10 | 55,796.00 | 69,074.00 |
| | EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY | 36,340.20 | 58,347.00 | 71,625.00 |
| | Non-Controlling interest | 43.50 | 39.90 | 3,856.20 |
| | SUB-TOTAL (A) | 72,723.90 | 1,16,733.90 | 1,47,106.20 |
| 2 | LIABILITIES | | | |
| 2.1 | NON-CURRENT LIABILITIES | | | |
| | (a) Financial liabilities | | | |
| | (i) Borrowings | 1,202.50 | 1,258.00 | 3,318.00 |
| | (ii) Lease liabilities | 60.10 | 60.00 | 53.00 |
| | (iii) Other financial liabilities | 97.30 | 124.00 | 318.00 |
| | (b) Provisions | 105.90 | 140.00 | 202.00 |
| | (c) Deferred Tax Liabilities, (net) | - | 1,073.00 | 712.00 |
| | (d) Other Non Current Liabilities | 2,030.40 | 1,710.00 | 2,035.00 |
| | SUB-TOTAL (B) | 3,496.20 | 4,365.00 | 6,638.00 |
| 2.2 | CURRENT LIABILITIES | | | |
| | (a) Financial liabilities | | | |
| | (i) Borrowings | 6,691.50 | 4,079.00 | 8,200.00 |
| | (ii) Lease liabilities | 5.80 | 34.00 | 34.00 |
| | (iii) Trade Payables | | | |
| | Total outstanding dues of micro enterprises & small enterprises | 39.20 | 78.00 | 146.00 |
| | Total outstanding dues of creditors other than micro enterprises & small enterprises | 3,631.20 | 11,861.00 | 15,108.00 |
| | (iv) Other financial liabilities | 632.10 | 2,003.00 | 3,121.00 |
| | (b) Other current liabilities | 2,956.10 | 3,044.00 | 2,379.00 |
| | (c) Provisions | 292.80 | 298.00 | 17.00 |
| | (d) Current tax liabilities (net) | 70.60 | 102.00 | 764.00 |
| | SUB-TOTAL (C) | 14,319.30 | 21,498.00 | 29,768.00 |
| | TOTAL EQUITY & LIABILITIES (A+B+C) | 54,199.20 | 84,250.00 | 1,11,887.00 |

Consolidated Statement of Cash Flow

| Particulars (In INR Mn) | FY 21 | FY 22 | FY 23 |
|--|------------------|------------------|------------------|
| I. Cash flows from operating activities | | | |
| Restated Profit before tax | 10,549.60 | 23,643.30 | 10,418.30 |
| Adjustments for: | | | |
| Depreciation | 3,003.60 | 2,724.00 | 4,630.80 |
| Provision for Gratuity | 17.80 | 9.00 | 65.30 |
| Expected Credit Loss on Trade Receivables | | | 9.40 |
| (Profit)/Loss on sales of Property, Plant and Equipment | | | 20.70 |
| Dividend Received | -0.80 | -2.00 | -7.20 |
| Unspent Liabilities written back and Unclaimed Balances adjusted | -116.10 | -110.00 | 0.50 |
| Unrealised Foreign Exchange Fluctuations | -127.40 | -31.10 | -57.10 |
| Gain on fair value of mutual fund investment | -10.10 | -134.20 | -4,100 |
| Gain in fair value of equity instruments through Profit and loss | -85.30 | -3.30 | -64.90 |
| Profit on Sale of Investments | -13.30 | -164.50 | |
| Interest Income | -115.00 | -274.30 | -499.20 |
| Interest & Finance charges | 624.60 | 231.60 | 931.30 |
| Operating profit before working capital changes | 13,727.60 | 25,888.50 | 14,996.50 |
| Movements in working capital: | | | |
| (Increase)/decrease in trade & other payables | -2,133.00 | 8,276.10 | 3,332.90 |
| Decrease / (Increase) in Trade Receivable | -3,646.90 | 1,602.30 | -2,252.30 |
| (Increase)/decrease in inventories | 4,564.80 | -10,267.90 | -1,481.00 |
| (Increase)/decrease in other assets | -65.10 | -2,854.50 | 17,824.00 |
| Cash generated/(used in) from operations | 1,244.75 | 2,264.45 | 1,742.36 |
| Income taxes paid (net) | -188.58 | -574.90 | -235.49 |
| Net cash generated/(used) in operating activities | 1,056.17 | 1,689.55 | 1506.87 |

Consolidated Statement of Cash Flow

| Particulars (In INR Mn) | FY21 | FY22 | FY 23 |
|--|------------------|-------------------|-------------------|
| II. Cash flows from investing activities | | | |
| Purchase of Property Plant & Equipment (Net) | -3,610.50 | -10,714.00 | -15,789.20 |
| (Increase)/ Decrease in Investment (Net) | -1,269.20 | -7,238.60 | -3,576.40 |
| Cash Outflow for acquisition of subsidiary | | | -3,789.90 |
| Fixed deposits with banks (placed) / realised | | | 1,503.30 |
| Dividend Received | 0.80 | 2.00 | 7.20 |
| Loans Refunded/ (Given) | -161.30 | -1,612.70 | 1,718.60 |
| Interest received | 53.80 | 297.90 | 376.90 |
| Net cash generated/(used) in investing activities | -4,986.40 | -19,265.40 | -19,549.50 |
| III. Cash flows from financing activities | | | |
| Repayments/Proceeds from Borrowing (Net) & Current Maturities | -3,179.10 | -2,533.40 | 6,181.00 |
| (Repayment) of Lease Liabilities | | | -6.60 |
| Proceeds from issue of shares | | 6,255.80 | |
| Acquisition of Non Controlling Interest | 2.00 | -3.60 | |
| Dividend Paid | -432.20 | -1,836.60 | -1,147.90 |
| Interest paid | -624.60 | -231.70 | -716.90 |
| Net cash generated/(used in) from financing activities | -4,233.90 | 1,650.50 | 4,309.60 |
| Net increase/(decrease) in cash & cash equivalents (I + II + III) | 1,341.40 | -719.40 | -171.20 |
| Cash & cash equivalents at the beginning of the period/ year | 297.00 | 1,638.40 | 919.00 |
| Cash & cash equivalents at the end of the period/ year | 1,638.40 | 919.00 | 747.80 |

Sustainability



- Water Conservation- Check dam, Pond, landscaping, Plantation,
- Promotion of solar Light
- Solar irrigation Pumps
- Promotion of Organic Farming

Rural Health



- Yearly Eye & Medical Camp for Villagers, FREE Medicine & Spectacles
- Free Ambulance & Drinking water Services for villagers
- New Health Center & Homeopathy Clinic

Skill Development



- Running sewing center, computer training center - KALP VRIKSHA programme
- Alternate source of income via enterprise development, skill development

Rural Education



- Free Coaching Center for Economic backward Section
- Computer Training Center at Dhasna village
- SHYAM Scholarship for Meritorious students of Economic Backwards

Sports Promotion



- Football team of Shyam Sel & Power Limited
- Shoes & Kit distribution
- Play ground development

Social Infrastructure Development



- Temples
- Village Sanitation
- Village Handicrafts – Skill development
- Gau Daan (Care for Animals)

| TERM | DETAIL |
|-------------------|--|
| SMEL | Shyam Metalics and Energy Limited |
| SSPL | Shyam SEL and Power Limited |
| MTPA | Million Tons Per Annum |
| MT | Million Tons |
| Bn | Billion |
| Mn | Million |
| EBITDA | Earning Before Interest, Tax, Depreciation and Amortisation |
| PAT | Profit After Tax |
| MW | Mega Watt |
| Rs. | Indian Rupees |
| CRISIL Report | Report titled "Market Assessment and outlook across Steel Industry value chain" dated February 2021 issued by CRISIL |
| ROCE | <p>RoCE (Return on Capital Employed) = Operating EBIT/Total capital employed</p> <p>Operating EBIT = Profit/(loss) before tax + interest cost – Other Income</p> <p>Total capital employed = Total assets – current liabilities*</p> <p>*Current maturities on long term debt has been excluded from current liabilities</p> |
| Gross Debt/EBITDA | <p>Gross Debt to EBITDA = Gross Debt/EBITDA</p> <p>Gross Debt = long term borrowings + short term borrowings + current maturities of long term borrowing</p> |
| Interest Coverage | <p>Interest coverage = Operating EBIT/Finance cost</p> <p>EBIT = Profit/(loss) before tax + interest – Other Income</p> |

Note 1: As certified by Kalyan Bhattacharya, Chartered Engineer, by certificate dated February 15, 2021.

Note:

- The information relating to the existing installed capacity of our manufacturing plants as of December 31, 2020 and proposed capacity expansion of our manufacturing plants are based on various assumptions and estimates that have been taken into account for calculation of the installed capacity. These assumptions and estimates include the standard capacity calculation practice of the steel industry after examining the calculations and explanations provided by our Company and the capacities and other ancillary equipment installed at the manufacturing plants.

- The assumptions and estimates taken specifically into account include the following:

(1) sponge iron (direct reduced iron): capacity of each kiln in TPD X 330 days per year;

(2) billet: capacity of each furnace in TPH X (24 hours per day/ heat cycle) X 330 days per year; 1 heat cycle = 3 hours;

(3) ferro alloy products: furnace with 1 MVA capacity is equivalent to 1,555.56 TPA. The installed capacity of ferro alloy products may vary depending on the type of ferro alloy produced.

Thank You

