



# SCAN STEELS LTD.

CIN : L27209MH1994PLC076015

Registered Office : Office No.: 104, 105, E-Square, Subhash Road,  
Opp. Havmor Ice Cream, Vile Parle (East), Mumbai-400057

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Date: 01<sup>ST</sup> March, 2022

To,  
The Secretary,  
Listing Department,  
Bombay Stock Exchange Limited  
P.J. Towers, Dalal Street,  
Mumbai-400 001  
BSE Code: 511672

Dear Sir/Madam,

**Sub: Outcome of the board meeting held on 01<sup>st</sup> March, 2022 /Intimation under  
Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements)  
Regulations, 2015**

Pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we write to inform you that the Board of Directors of the Company at the meeting held today, ie: 01<sup>st</sup> March, 2022, has considered and transacted the following business:

1. The Company ('Scan Steels Limited') has agreed to subscribe for Initial Subscription in RPSG Agro Commodity Pvt. Ltd. ('Investee Company') by initial subscribing to equity shares equivalent to 09% of the issued and paid -up share capital of the investee company and in Near future Further investment of Rs. 2 Crore subject to the overall limit should not exceed 10% of the total limit.
2. The Company ('Scan Steels Limited') is making Equity Investments in Karma Re-Rollers Pvt. Ltd on a Private Placement Basis up to equity shares equivalent to 7% of the total issue at a Premium of Rs. 20 per share for maximum of Rs. 5cr.
3. Expansion and Modernization of Plant of the Company ('Scan Steels Limited') at a budget of Rs. 250cr. Approx.
4. Company has agreed to file the satisfaction of charges on equipment and other vehicles with Axis Bank Limited.



**Works:** Ramabahal(Unit-I),Budhakata(Unit-II),Bai-Bai(Unit-III),Dist-Sundargarh-770017,Odisha

**Corp. Office:** Trishna Nirmalya , Plot No- 516/1723/3991, Patia, Bhubaneswar- 751024. (☎) - +91 8093115221

**MANUFACTURERS OF: SPONGE IRON, M.S.BILLETS / INGOTS, TMT RODS & POWER**

The details required under Regulation 30 read with Schedule III of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations") read with the SEBI circular No. CIR/CFD/CMD/4/2015 Dated September 9, 2015 is enclosed as Annexure I.

Further, pursuant to Regulation 30(8) of the SEBI LODR Regulations the enclosed disclosures will be made available on the Company's website under Investor Relations Segment.

The Meeting commenced at 11.00 A.M. and concluded at 01.00 P.M. on Tuesday, 01<sup>st</sup> March, 2022.

Please acknowledge and take on record the same.

Thanking you,

Yours faithfully,  
For **SCAN STEELS LIMITED**



**Prabir Kumar Das**  
**President & Company Secretary**  
Encl: As above



## Annexure I

### Disclosure under sub-para (1) of Para (A) of part (A) of schedule III to the Regulation 30 SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

Sr.No.	Particulars	
a.	Name of the target entity	<p>: RPSG Agro Commodity Pvt. Ltd. (Proposed new Co) Karma Re-Rollers Pvt. Ltd. ("Investee Company")</p> <p><b>Size:</b></p> <p>RPSG Agro Commodity Pvt. Ltd. – Proposed new Company ( Medium Scale)</p> <p>KARMA Re-Rollers Pvt. Ltd. – Medium Scale</p> <p><b>Turnover:</b></p> <p>RPSG Agro Commodity Pvt. Ltd. – Propose to be incorporated.</p> <p>Karma Re-Rollers Pvt. Ltd. – Rs 245 Cr</p>
b.	<p>Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ promoter group companies have any interest in the entity being acquired?</p> <p>If yes, nature of Interest and Details thereof and whether the same is done at</p>	<p>: RPSG Agro Commodity Pvt. Ltd. is proposed to be incorporate Company and is not the Related party of the Company hence the acquisition/acquiring of shares <b>does not fall</b> within related party transactions.</p> <p>Karma Re-Rollers Pvt. Ltd. is the related party of the Company ('scan steels Ltd.') hence, the acquisition/acquiring of shares <b>does fall</b> within related party transactions which is at arm's length. The promoter / promoter group are interested in the investee Companies.<b>Nature of Interest:</b> Same line of Business. It is arm length of transaction.</p>



	“arm’s Length”		
c.	Industry to which the entity being acquired belongs	:	RPSG Agro Commodity Pvt. Ltd.(Proposed Company) - food & oil  Karma Re-Rollers Pvt. Ltd. - Steel manufacturing
d.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	:	Investment in RPSG Agro Commodity Pvt. Ltd. provides a pathway to entry into new segments of food & oil which will help company to diversify in new segment.  Karma Re-Rollers Pvt. Ltd (related party) shares the same line of business and such investment will help company to strengthen its current line of business.
e.	Brief details of any governmental or regulatory approvals required for the acquisition	:	None
f.	Indicative time period for completion of the acquisition	:	Within One month
g.	Nature of consideration (cash consideration or share swap and details of the same)	:	RPSG Agro Commodity Pvt. Ltd. - Initial Subscription of equity shares in proposed company.  Karma Re-Rollers Pvt. Ltd. - equity shares on a Private Placement Basis
h.	Cost of acquisition or the price at which the shares are acquired	:	RPSG Agro Commodity Pvt. Ltd. - 1500 equity shares at a face value of Rs. 10/- each, and in Near future Further investment of Rs. 2 Crore subject to the overall limit should not exceed 10% of the total limit.  Karma Re-Rollers Pvt. Ltd. - at a Premium of



		Rs. 20 Per share for maximum of Rs. 5cr.
i.	Percentage of shareholding/control acquired and / or number of shares acquired	: RPSG Agro Commodity Pvt. Ltd. - <b>Intial subscription is Proposed</b> to equity shares equivalent to 09% of the issued and paid -up share capital of the investee company.  Karma Re-Rollers Pvt. Ltd. - equity shares equivalent to 7% of the total Private Placement Issue.
j.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)	: <ul style="list-style-type: none"> <li>• RPSG Agro Commodity Pvt. Ltd is proposed to be incorporating in to food and oil segment. Since the Investee Company is newly incorporated the history of last 3 years turnover is not being provided.</li> <li>• Karma Re-Rollers Pvt. Ltd. is a steel manufacturing company incorporated since 29.07.2008 from Bhubaneswar, Odisha.</li> </ul> <p>Turn over of last 3 years is as follow:</p> <p>F.Y 18-19: Rs 166.58 Cr</p> <p>F.Y 19-20: Rs 213.79 Cr</p> <p>F.Y 20-21: 245.85 Cr</p>

