

**BEFORE THE NATIONAL COMPANY LAW TRIBUNAL  
MUMBAI BENCH - V**

**CA(CAA) NO.246/MB/2023**

*In the matter of the Companies Act,  
2013;*

*AND*

*In the matter of Sections 230 to 232 of  
the Companies Act, 2013 and other  
applicable provisions of the Companies  
Act, 2013 read with Companies  
(Compromises, Arrangements and  
Amalgamations) Rules, 2016;*

*AND*

*In the matter of the Scheme of  
Amalgamation of*

***Angul Energy Limited***

*into and with*

***Tata Steel Limited***

*And their respective Shareholders.*

*(‘Scheme’ or ‘the Scheme’)*

**Tata Steel Limited**

[CIN: L27100MH1907PLC000260]

...Applicant Company/  
Transferee Company

**Angul Energy Limited**

[CIN: U40105DL2005PLC140748]

...Non-Applicant Company/  
Transferor Company

Order Reserved on: 21.11.2023

Order Pronounced on: 14.12.2023

**Coram:**

Shri. K. R. Saji Kumar, Hon'ble Member (Judicial)

Ms. Madhu Sinha, Hon'ble Member (Technical)

**Appearances (through physical hearing):**

For the Applicant Company:

Mr. Zal Andhyarujina, Ld. Sr.  
Counsel a/w Ms. Ramya  
Hariharan, Ms. Shruti Sardessai,  
Ms. Dipti Srivastava, Ms. Asmita  
Rakhecha, Mr. Ravishekhar  
Pandey i/b. Citadel Law  
Chambers

**ORDER**

**Per: Madhu Sinha, Hon'ble Member (Technical)**

1. The proposed Scheme of Amalgamation provides for the amalgamation of Angul Energy Limited ("**Transferor Company**") into and with Tata Steel Limited ("**Applicant Company/ Transferee Company**") under sections 230 to 232 of the Companies Act, 2013, such that:

- (a) all the assets of the Transferor Company, shall become the property of the Transferee Company, by virtue of the amalgamation;

- (b) all the liabilities of the Transferor Company, shall become the liabilities of the Transferee Company, by virtue of the amalgamation;
  - (c) cancellation of all the issued share capital of the Transferor Company which shall be affected as a part of the Scheme and not in accordance with Section 66 of the Companies Act, 2013 and payment to all the shareholders of the Transferor Company (other than the Transferee Company) cash consideration as per the approved valuation report, without any further act, instrument or deed, in accordance with Part II of the Scheme;
  - (d) transfer of the authorised share capital of the Transferor Company to the Transferee Company as provided in Part III of the Scheme, and consequential increase in the authorised share capital of the Transferee Company as provided in Part III of the Scheme;
  - (e) dissolution of the Transferor Company, without being wound up.
2. The **registered office of the Applicant Company/Transferee Company** is situated in Maharashtra and within the territorial jurisdiction of this Hon'ble Tribunal. The **registered office of the Transferor Company is situated in New Delhi** and hence, outside the aforesaid jurisdiction. The Transferor Company has filed a separate Company Scheme Application bearing no. CA(A) Merger & Amalgamation/74/2023 in respect of the Scheme under Sections 230-232 of the Companies Act, 2013 before the New Delhi Bench of the National Company Law Tribunal on September 21, 2023.
3. Considering the background, circumstances, **rationale and benefits of the Scheme**, the proposed amalgamation is beneficial, advantageous and not prejudicial to the shareholders, creditors and

other stakeholders of the Applicant Company and is beneficial to the public at large.

4. The Ld. Senior Counsel for the Applicant Company submits that the Applicant Company has prayed for convening and holding a meeting of the Equity Shareholders of the Applicant Company, through Video Conferencing (“**VC**”) or Other Audio-Visual Means (“**OAVM**”) on January 18, 2024 or February 9, 2024 or any adjourned dates thereof, for the purpose of considering and if thought fit, approving, with or without modification(s), the proposed Scheme and for issuing appropriate directions incidental for holding of such meeting. The meeting will be convened in compliance with the applicable provisions of the Companies Act, 2013, read with circulars and notifications issued by the Ministry of Corporate Affairs from time to time regarding convening of general meetings of shareholders through VC/OAVM and providing the facility of remote e-voting / e-voting at such meetings.
5. Accordingly, this Bench hereby **directs that a meeting of the Equity Shareholders of the Applicant Company/Transferee Company** be convened and held through VC/OAVM, on January 18, 2024 or February 9, 2024 or any adjourned dates thereof, for the purpose of considering and if thought fit, approving, with or without modification(s), the proposed Scheme.
6. In light of the circulars issued by the Ministry of Corporate Affairs (“**MCA Circulars**”), it is directed that the voting by the Equity Shareholders of the Applicant Company shall be carried out through

remote e-voting before the VC/OAVM convened meeting and e-voting during the VC/OAVM convened meeting.

7. At least 30 (thirty) clear days before the aforesaid meeting of the Equity Shareholders of the Applicant Company be held as aforesaid, a notice convening the said meeting, indicating the date and time aforesaid, containing instructions with regard to remote e-voting and e-voting at the time of the VC/OAVM meeting, together with a copy of the Scheme, a copy of the Explanatory Statement required to be sent pursuant to Section 102 read with Sections 230-232 of the Companies Act, 2013, shall be sent only through electronic mode to those Equity Shareholders whose email IDs are registered with the Registrar and Transfer Agent/ Depositories/ Depository Participants / Applicant Company and hard copy of the said notice may be sent to those Shareholders who request for the same.
8. At least 30 (thirty) days before the aforesaid VC/OAVM meeting of the Equity Shareholders of the Applicant Company to be held as aforesaid, an advertisement about convening the said meeting, indicating the date and time aforesaid, shall be published in **'Business Standard' in English language and 'Navshakti' in Marathi language**, both having circulation in Maharashtra where the registered office of the Applicant Company is situated. The publication shall indicate the time within which the copies of the Scheme shall be made available to the concerned persons free of charge from the registered office of the Applicant Company. The publication shall also indicate that the statement required to be furnished pursuant to Section 102 read with Section 230-232 of the Companies Act, 2013 can be obtained free of charge at the registered office of the Applicant

Company in accordance with the second proviso to sub-section (3) of Section 230 of the Companies Act, 2013 and Rule 7 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016.

9. Mr. Deepak Kapoor or Mr. V. K. Sharma, being Independent Directors of the Applicant Company, shall act as the Chairperson for the aforesaid meeting of the Equity Shareholders of the Applicant Company.
10. The scrutinizer for the aforesaid meeting of the Applicant Company shall be M/s. N. B. Shah & Associates, Chartered Accountant, having office at 702, Skyline, Wealth Space, Above KIA Motors, Vidyavihar West, Mumbai - 400086 on a fees of Rs.300,000/- excluding taxes.
11. The quorum for the aforesaid meeting of the Equity Shareholders of the Applicant Company shall be as prescribed under Section 103 of the Companies Act, 2013. Equity Shareholders attending the meeting through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013. In case the required quorum as stated above is not present at the commencement of meeting, the meeting shall be adjourned by 30 (thirty) minutes and thereafter, the persons present shall be deemed to constitute the quorum.
12. The Chairperson appointed for the aforesaid meeting of the Equity Shareholders of the Applicant Company shall issue the advertisement and send out the notices of the meeting referred to above and shall have all powers as per the Articles of Association of the Applicant Company and also under the Companies Act, 2013 read with the

Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 in relation to the conduct of the meeting, including for deciding procedural questions that may arise at the meeting or at any adjournments thereof or any other matter including an amendment to the Scheme or resolution, if any, proposed at the aforesaid meeting by any person(s) and to ascertain the outcome of the meeting of the Equity Shareholders by remote e-voting and e-voting at the VC/OAVM meeting.

13. Remote e-voting and e-voting at the VC/OAVM meeting by the authorised representative in case of body corporate shall be permitted, provided that the resolution/ authorisation, authorising its representative to attend the meeting, is duly signed by the person entitled to attend and vote at the aforesaid meeting and is filed with the Applicant Company through electronic mode, not later than 48 (forty eight) hours before the start of the aforesaid meeting as required under Rule 10 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016.
14. The voting rights of the Equity Shareholders of the Applicant Company shall be in proportion to their share of the paid-up Equity Share Capital of the Applicant Company as on the cut-off date and as per the respective Register of Members of the Applicant Company. Further, where the entries in the books/ register/ depository records are disputed, the Chairperson of the meeting shall determine the voting rights for the purposes of the meeting of Equity Shareholders and his decision in that behalf would be final.

15. The Chairperson shall report to this Tribunal, the result of the aforesaid meeting within 30 (thirty) days of the conclusion of the aforesaid meeting, and the said report shall be verified by his Affidavit as per Rule 14 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016.
  
16. The Ld. Senior Counsel for the Applicant Company submits that the Scheme is an arrangement amongst the respective Shareholders of the Applicant Company and Transferor Company as contemplated under Section 230 (1) (b) of the Companies Act, 2013 and not in accordance with the provisions of Section 230 (1) (a) of the Companies Act, 2013, as there is no compromise and/or arrangement with the creditors. The Scheme does not envisage or contain any corporate debt restructuring. The creditors (including debenture holders) of the Applicant Company are being paid in the normal course of business as per the agreed terms and are not called upon to make any sacrifices, hence their interests are not getting affected in any way. The assets of the Applicant Company are in excess of and more than sufficient to meet all its external liabilities and the Scheme will not adversely affect the rights and interest of any of its creditors (including debenture holders) in any manner whatsoever. Pursuant to the amalgamation of the Transferor Company with the Applicant Company, the debt repayment capacity of the Applicant Company will not be adversely affected and **that the post Scheme net worth of the Applicant Company will be positive basis the Net Worth Certificate annexed to the Company Scheme Application.** Therefore, the Scheme and the amalgamation contemplated thereby will not adversely affect the interests of the creditors (including debenture holders) of the Applicant Company. The strength of the



financial position of the Applicant Company has been set out in its balance sheet annexed to the Company Scheme Application. Therefore, the meeting of the Secured and Unsecured Creditors (including the Unsecured Debenture Holders) **of the Applicant Company is not required to be convened and may be dispensed with.**

17. The Ld. Senior Counsel for the Applicant Company further submits that the Applicant Company may be allowed to issue individual notices through Registered Post-AD/ Speed Post/ Hand Delivery and email to each of its Secured and Unsecured Creditors (including the Unsecured Debenture Holders) of the Applicant Company, as on June 30, 2023 having an outstanding amount of Rs. 10,00,000/- and above, stating therein that they may submit their representations in relation to the Scheme, if any, to this Hon'ble Tribunal within 30 (thirty) days from the date of receipt of the said notice and a copy of such representation filed by the Secured and Unsecured Creditors (including the Unsecured Debenture Holders) of the Applicant Company shall simultaneously be served upon the Applicant Company at its registered office. Further, as on the date of filing of this Company Scheme Application, the Applicant Company has not issued any Preference Shares. Accordingly, the question of convening and holding meeting of the Preference Shareholders of the Applicant Company does not arise.
18. Accordingly, **this Bench hereby directs the Applicant Company to issue notices** through Registered Post-AD/Speed Post/Hand Delivery and email, **to all its Secured and Unsecured Creditors** (including the Unsecured Debenture Holders) as on June 30, 2023 **having an outstanding amount of Rs. 10,00,000/- and above**, with a direction

that they may submit their representations, if any, to the Tribunal within 30 (thirty) days from the date of receipt of the said notice and copy of such representations shall simultaneously be served upon the Applicant Company at its registered office. The Notice shall state that *“If no representation/ response is received by the Tribunal from Secured/Unsecured Creditor(s) (including the Unsecured Debenture Holders), within a period of thirty days from the date of receipt of such notice, it will be presumed that Secured/ Unsecured Creditor(s) (including the Unsecured Debenture Holders), has no representation/ objection to the proposed Scheme as per Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016”*.

19. As per the proviso to Section 230 (3), notice to Equity Shareholders and Creditors (including Debenture Holders) shall also be placed on the website of the Applicant Company and the Applicant Company being a listed company these documents shall be sent to the SEBI and the Stock Exchanges where the securities of these companies are listed, for placing on their website.
20. That the Applicant Company is directed to serve notices along with a copy of the Scheme under the provisions of Section 230 (5) of the Companies Act, 2013 and Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016, upon the:
  - (i) Central Government of India (through the office of Regional Director, Western Region, Mumbai);
  - (ii) Jurisdictional Registrar of Companies;
  - (iii) Jurisdictional Income Tax Authority within whose jurisdiction the Applicant Company's assessment are made; and the Nodal Authority in the Income Tax Department having jurisdiction

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over such authority i.e. Pr. CCIT Mumbai, Address:- 3rd Floor,  
Aayakar Bhawan, Mahrishi Karve Road, Mumbai – 400 020,  
Phone No. 022-22017654 [Email:  
[Mumbai.pccit@incometax.gov.in](mailto:Mumbai.pccit@incometax.gov.in)];

- (iv) the Securities and Exchange Board of India;
- (v) the BSE Limited;
- (vi) Jurisdictional GST Authority (proper officer), within whose jurisdiction such companies are assessed to tax under GST law;
- (vii) Ministry of Corporate Affairs;
- (viii) the National Stock Exchange of India Limited;
- (ix) Any other Sectoral/ Regulatory Authorities relevant to the Applicant Company or its business.

21. The Notice shall be served through Registered Post-AD/ Speed Post/ Hand Delivery/email along with a copy of the Scheme and state that *“If no response is received by the Tribunal from the concerned Authorities within 30 days of the date of receipt of the notice it will be presumed that the concerned Authorities have no objection to the proposed Scheme”*. It is clarified that notice service through courier shall be taken on record only in cases where it is supported with Proof of Delivery having acknowledgement of the noticee.

22. In view of the averments made in paragraph 36 of the Company Scheme Application, serving of notice along with a copy of the Scheme on the Competition Commission of India, in terms of Section 230 (5) of the Companies Act, 2013, is not required.

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23. The Applicant Company will file an Affidavit of Service in the Registry with regard to the directions given in this Order and do report to this Tribunal that the directions regarding the issue of notices have been duly complied with.
24. Ordered Accordingly.

Sd/-

**Madhu Sinha**

**Member (Technical)**

/Abhay/

Sd/-

**K. R. Saji Kumar**

**Member (Judicial)**