



# **EIMCO ELECON (INDIA) LIMITED**

## **CHAIRMAN'S SPEECH**

### **AT THE 47<sup>TH</sup> ANNUAL GENERAL MEETING**

AS I write for our 47th Annual Report for the FY 2020-21, we are experiencing an unprecedented pandemic that has resulted in economically challenging times.

I pray that you and your families are safe and in good health.

Ensuring the safety and well-being of our employees and their families was our highest priority and I am glad to report that all are safe and doing well.

During the year under review, your Company achieved a Total Income of Rs. 137.17 crores with Profit After Tax of Rs. 11.25 crores as compared to Rs. 118.60 crores and Rs. 9.40 crores respectively, for the previous year.

Your Directors have recommended a dividend of 50% for the year under review.

### **ECONOMIC ENVIRONMENT**

India's economy is expected to grow at 8.3% for Fiscal Year 2021-22 as per the World Bank's latest projections, even as its recovery is being hampered by an unprecedented second wave of the COVID-19, the largest outbreak in the world since the beginning of the deadly pandemic.

According to the World Bank, In India, the FY 2021-22 budget marked a significant policy shift.

Activity will benefit from policy support, including higher spending on infrastructure, rural development, and health, and a stronger-than expected recovery in services and manufacturing.

## **Product wise Performance for Coal/Metal Industry**

Intermediate technology continues to be the backbone of underground production with over 70 percent of the total underground production being met by SDLs and LHDs. Our indigenously developed CM package is under trial and will be established in the coming days. Our bigger size LHD of 7 Ton and 10 Ton capacities have been established successfully.

## **Product wise Performance for Construction Equipment Industry**

With the introduction of first 'Make in India' Piling Rig in technical collaboration with CZM from USA, your company has taken a lead in making indigenous Rig in Foundation & Pile Driving Equipment Market of the nation. The technologically advanced machine will find its market place in presently Imported Equipment Market. It will also add on to presently offered product basket. With focus on improving on market reach during off take of various infrastructure projects both the models of Loaders are expected to improve their market position among highly competitive market. Your company will be launching new version of Loaders AL-120 & AL-520, with latest emission norms & with improved features against heavy competition from national & global players, considering the higher demand from this sector.

## **PERFORMANCE OF THE COMPANY**

During the first quarter of the current financial year your Company achieved a Total income of ₹ 14.96 crores and Profit After Tax of ₹ 1.69 crores against Total income of ₹ 22.25 crores and net profit of ₹ 5.07 crores in corresponding quarter in previous year. The performance of first quarter was affected because of non-availability of critical imported material and delay in orders by customers.

Before concluding, along with my colleagues on the Board, I wish to take this opportunity to thank you, the Financial Institutions, Banks, and valued clients for their whole hearted support extended to the Company during the year and I am sure would continue to do so in the future.

Last but not the least, I also place on record my appreciation for the excellent work done by staff and workmen at all levels.

Thank you,

PRADIP M. PATEL  
CHAIRMAN

Place : Vallabh Vidyanagar  
Date : 5<sup>th</sup> August, 2021