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POST
ଲକ୍ଷଣ ସେବା ଭବନ, ସବିବାଳୟ ମାର୍ଗ,
ଭୁବନେଶ୍ୱର-୭୫୧୦୦୧
ଓଡିଶା ସରକାର
Government of Odisha
Steel & Mines Department

NOTIFICATION

No. 8533 /SM, Bhubaneswar dtd. 06.09.2022

File No. SM-SP-MISC-0051-2022

Subject:-Merger of M/s Odisha Mineral Exploration Corporation Limited (OMECL) with M/s Odisha Mining Corporation Limited (OMC) Ltd.

Whereas M/s Odisha Mineral Exploration Corporation Limited (OMECL) was incorporated as a 100% subsidiaries of OMC Ltd. in October, 2016 and subsequently in pursuant to the decision of the Government, OMECL became a wholly owned State PSU in 2019.

Whereas it has been noticed that OMECL is facing lots of challenges as a new company like hiring of talented employees without having a brand image due to which exploration work of OMECL is not progressing at the expected speed.

Whereas OMECL is not in a position to generate sufficient cash flow to meet its operational activities. For this, OMECL is depending



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upon budgetary support from Govt. and Inter corporate loan from OMC.

Whereas merger of OMECL with OMC has its advantage as recruitment of quality manpower for exploration can be made by OMC due to its own brand image.

Whereas merger of OMECL with OMC will also facilitate the execution of Greenfield Projects with proper co-ordination with different stakeholders.

Whereas merger of OMECL with OMC will be in the interest of Government as exploration for new blocks can be faster and more blocks will be available for auction for which budgetary support will not be required.

Whereas duplicity of multiple compliances as per the Companies Act like holding of Board meetings, Audit committees, HR committees etc. for two companies can be avoided which can entail more time for the Senior management.

Now, therefore after careful consideration, Government has pleased to decide to merge OMECL with OMC Limited keeping in view the benefit accruing to all the entities involved. After merger, all the assets and liabilities of OMECL will be transferred to OMC Limited and the employees of OMECL will be fitted in OMC Ltd. at appropriate level as decided by the OMC Ltd.

This notification shall come into effect immediately.

By order of the Governor


06/09/2022
Principal Secretary to Government

Memo No. 8534 dtd. 06.09.2022

Copy forwarded to OSD to Hon'ble Chief Minister, Odisha for kind information for Hon'ble Chief Minister/ P.S to Minister, Steel & Mines for information of Hon'ble Minister / OSD to Chief Secretary, Odisha for kind information of Chief Secretary / P.S to the Principal Secretary to Government, Steel & Mines Department for kind information of the Principal Secretary to Government.


06.09.2022.

Additional Secretary to Government.

Memo No. 8535 dtd. 06.09.2022

Copy forwarded to M.D. OMC / M.D. OMECL/ Director of Mines, Odisha / Director of Geology, Bhubaneswar / all Collectors / all Joint Directors / Deputy Director of Mines / all Mining Officers for information and necessary action.


06.09.2022.

Additional Secretary to Government.

Memo No. 8536 dtd. 06.09.2022

Copy forwarded to all Officers / all Sections / Steel Directorate of Steel & Mines Department for information.


06.09.2022.

Additional Secretary to Government.

