

2018-19

39th Annual Report



BANARAS BEADS LIMITED

AN EXPORT HOUSE RECOGNISED BY GOVERNMENT OF INDIA
AN ISO CERTIFIED COMPANY



**PIONEER OF
GLASS BEADS
AND FOUNDER
OF ORGANIZATION**



Late Kanhaiya Lal Gupta Ji
(1925-1992)



Ashok Kumar Gupta
Chairman & Managing Director

From Chairman

Dear Shareholders,

It is my privilege to report the Annual results for the F.Y. 2018-2019.

During the year total turnover of your Company decreased around 27% even after taking all efforts by the Management. The recession in global demand of handmade beads is increasing day by day. The company is continuously in process to develop new and innovative design and sample of its products and to procure orders directly from stores like Walmart, Michal etc. We hope for better results in next year.

It is also point to note that the custom duty on imported glass beads from China is 10% on CIF value whereas earlier the same was 100%. Further due to under invoicing practically import duty is further reduced and it is effectively around 5%. Due to less duty China's goods are easily available in local market at lower price and our products being costlier are facing tough marketing in local market. We have given our representation to the government to fix higher rate of duty on China's goods and for avoiding under invoicing.

During the year the shares of your company were being traded in BSE and NSE between Rs. 38 to Rs. 74 against book value of around Rs. 68.36.

We are still in process to get Government Support for establishing Cluster Scheme in Varanasi to develop infrastructure, skill and technology in Glass Beads manufacturing. The said project will be beneficial to whole of Glass Beads industry and thus also to our company.

I want to record my appreciation for co-operation and support provided by the directors, auditors, internal auditors, buyers, suppliers, bankers, artisans, employees and associates of the company in every field of your Company's activities. I also deeply appreciate for the valuable services rendered by Late Jai Singh, who died during his tenure as a Chief Financial Officer of the Company

With best wishes to all.

Ashok Kumar Gupta
Chairman & Managing Director



BOARD OF DIRECTORS

Ashok Kumar Gupta	: Chairman & Managing Director
Siddharth Gupta	: CEO & Managing Director
Shalini Chandra	: Executive Director
Ashok Kumar Kapoor	: Independent and Non-executive Director
Praveen Singh	: Independent and Non-executive Director
Tanmay Deva	: Independent and Non-executive Director

Company Secretary & Compliance Officer

R.K. Singh

KEY MANAGERIAL PERSONNEL

Ashok Kumar Gupta	: Chairman & Managing Director
Siddharth Gupta	: CEO & Managing Director
Shalini Chandra	: Executive Director
R.K. Singh	: Company Secretary
Vinay Kumar Piyush	: Chief Finance Officer

REGISTERED OFFICE

A-1, & A-5, Industrial Estate
Varanasi -221 106 U.P.
Tel.# : 0542-2370161 - 2370164
Fax.# : 0542-2370165 / 2370214
E-mail info@banarasbead.com
Website: www.banarasbead.com

E-MAIL & WEBSITE FOR INVESTOR

E-mail : investor@bblinvestor.com
Website : www.bblinvestor.com

CORPORATE IDENTITY NUMBER (CIN)

L01131UP1980PLC004984

AUDITORS

G D Dubey & Associates
Chartered Accountants,
Firm No. 009836C
Varanasi

E-VOTING SCRUTINIZER

Ajay Kumar Jaiswal
Practicing Company Secretary
N-10/58-J-32, Lane No.4,
Sriram Nagar Colony
Near Manduadih Rly Station
Varanasi-221010 UP

BANKERS

Kotak Mahindra Bank Ltd.
Bank of Baroda
Axis Bank Ltd.

REGISTRAR & SHARE TRANSFER AGENTS

Mas Services Limited

T-34, 2nd Floor, Okhla Industrial Area,
Phase - II,
New Delhi - 110 020
Ph: - 26387281/82/83 Fax:- 26387384

email:- info@masserv.com
website : www.masserv.com

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NOTICE

NOTICE is hereby given that 39th Annual General Meeting of the Members of Banaras Beads Limited will be held at Registered Office of the Company at A-1, Industrial Estate, Varanasi - 221106 on Thursday the 8th August, 2019 at 3.00 P.M. to transact the following business:

ORDINARY BUSINESS:

Item No. 1 - Adoption of Financial Statement

To receive, consider and adopt the Audited Standalone Financial Statement of the Company for the year ended March 31, 2019 and the reports of the Board of Directors (the Board) and Auditors thereon.

Item No. 2 – Re-appointment of Director

To appoint a director in place of Shri Siddharth Gupta (DIN: 00342369), who retires by rotation and being eligible, offers himself for re-appointment as director.

SPECIAL BUSINESS:

Item No. 3. RE-APPOINTMENT OF SHRI SIDDHARTH GUPTA (DIN 00342369) AS CEO & MANAGING DIRECTOR:

To consider and if thought fit to pass with or without modification the following Resolution as Ordinary Resolution:

RESOLVED THAT pursuant to the recommendations of the Nomination and Remuneration Committee and the approval of the Board of Directors of the Company and pursuant to the provisions of Sections 2(54), 2(78), 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and Regulation 17 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time, the consent of the members of the company be and is hereby accorded for reappointment of Mr. Siddharth Gupta (DIN 00342369) as CEO & Managing Director of the Company for a further period of five years, w.e.f. 1st February' 2019 on the terms and conditions as contained in the agreement and on the remuneration set out in the Explanatory Statement annexed to the Notice convening this Annual General Meeting.

"RESOLVED FURTHER THAT Board be and is hereby authorised to take all such steps as may be necessary, proper and expedient to give effect to this resolution".

By Order of the Board of Directors
For BANARAS BEADS LIMITED,

(R.K.SINGH)
Company Secretary

Place : VARANASI
Date : 30.05.2019

NOTES:

1. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") setting out material facts concerning the business under Item Nos. 3 of the Notice, is annexed hereto alongwith the relevant details, pursuant to Regulations 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/re-appointment at this Annual General Meeting ("AGM").
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

The proxy form duly completed and signed must be deposited with the Company at its Registered Office not later than forty-eight hours before the time of commencement of the meeting.
3. **The Register of Members and Share Transfer Books of the Company will be closed from Friday, the 2nd August, 2019 to Thursday 8th August, 2019 (both days inclusive).**
4. Members / Proxies should bring copy of Annual Report and their attendance slip duly filled & signed at the meeting.
5. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID Numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slips and proxy form for attending the Meeting.
6. Corporate Members intending to send their authorized representatives to attend the AGM are requested to send a certified copy of the Board Resolution to the Company, authorizing them to attend and vote on their behalf at the AGM.
7. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
8. **MANDATORY DEMAT TRANSFER OF SHARES -**

As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Transfer Agents, Mas Services Limited for assistance in this regard.

9. **Members are requested to make all query /correspondence directly with above Registrar of the company for transfer, transmission of shares, duplicate issue of share certificates, record in change of address and for other purposes.**

10. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. The said form can be downloaded from the Company's website www.bblinvestor.com or RTA website www.masservs.com. Members are requested to submit the said details to their depository participants ("DPs") in case the shares are held by them in electronic form and to Mas Services Limited ("RTA") in case the shares are held by them in physical form.
11. To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with **Mas Services Ltd.** in case the shares are held by them in physical form.
12. Members are requested to update/intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their DPs in case the shares are held by them in electronic form and to the Company's Registrars and Transfer Agents, **Mas Services Ltd.** in case the shares are held by them in physical form by sending copy of PAN, Aadhar etc., duly signed by him alongwith original cancelled cheque.
13. The members holding shares in physical form are requested to send their change of address, **intimate his mobile number/bank particular** and other detail to the above RTA of the company or at Registered office of the company.
14. As per provisions of Investor Education and Protection Fund of Companies (Declaration and payment of dividend) Rules 2014, the Company will upload information regarding unpaid and unclaimed amounts lying with company to the MCA and Company website. The Company has uploaded the details of unpaid and unclaimed amounts of dividends lying with the Company for F.Y. 2011-12, 2012-13, 2013-14, 2014-15, 2015-16 and for F.Y. 2016-17 (upto last AGM) at company's website and Ministry of Corporate Affairs website.
15. **TRANSFER OF UNCLAIMED / UNPAID AMOUNTS TO THE INVESTOR EDUCATION AND PROTECTION FUND (IEPF):**

Members are requested to note that, pursuant to section 124 and other applicable provisions of the Company Act, 2013, dividends if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund (IEPF). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members are requested to claim their dividends from the Company, within the stipulated timeline. Members who have not yet encashed their dividend warrant(s) pertaining to the final dividend for the financial year 2011-12 onwards for the Company, is requested to lodge their claims with **company immediately or RTA of the company alongwith self-attested copy of PAN and cancel Cheque**. It may be noted that the unclaimed dividend to be transferred to IEPF as under-

Final Dividend for the financial year 2011-12 declared by the Company on August 10, 2012 **can be claimed by September 15, 2019**. Dividend for the financial year 2012-13 declared by the Company on February 20, 2013 **can be claimed by March 2, 2020**. **Similarly further years dividend will be transferred to IEPF account after completing seven years accordingly.**

16. Notice of the AGM along with the Annual Report 2018-19 is being sent by electronic mode to those Members whose email addresses are registered with the Company/Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their email addresses, physical copies are being sent by the permitted mode. Members may note that the Notice and Annual Report 2018-19 will also be available on the Company's website viz. www.bblinvestor.com
17. At the thirty seventh AGM held on 28th September, 2017 the members approved appointment of M/s G D Dubey & Associates, Chartered Accountants (Firm Registration number 009836C) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the 42nd AGM, subject to ratification of their appointment by Members at every AGM, if so required under the Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at this AGM.
18. **E-VOTING:**

In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the SEBI Listing Regulations, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all the resolutions set forth in this Notice.

The e-voting facility will be available during the following voting period:

Commencement of e-voting
August 5, 2019 at 09.00 a.m. IST

End of e-voting
August 7, 2019 at 5.00 p.m. IST

Cut of date for remote e-voting- 01/08/2019

The instructions for members for voting electronically are as under:-

A. In case a Member receives an e-mail from NSDL (for Members whose e-mail addresses are registered with the Company/Depositories):

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

- Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>
- Step 2 : Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-into NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a

Personal Computer or on a mobile.

2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholders’ section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 1*** and EVEN is 101456 then user ID is 1014560000001

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
- c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.
 - (ii) If your email ID is not registered, your ‘initial password’ is communicated to you on your postal address.

6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:

- a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in or info@masserv.com mentioning your demat account number/folio number, your PAN, your name and your registered address.

7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.

8. Now, you will have to click on “Login” button.

9. After you click on the “Login” button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.

5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to workroc@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in

Please note the following:

A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.

A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date 1st August, 2019 only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.

The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of ballot paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.

The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes casted at the meeting and thereafter unblock the votes casted through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes casted in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith

- B. In case a Member receives physical copy of the Notice of AGM (for Members whose email addresses are not registered with the Company/Depositories):
 - i. Initial password is provided in the enclosed attendance slip: EVEN (E-Voting Event Number), user ID and password.
 - ii. Please follow all steps from Sl. No. (1) to Sl. No. (8) above, to cast vote.

Any person, who acquires shares and becomes member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 1st August, 2019, can obtain the login ID and password by sending a request at evoting@nsdl.co.in or RTA, info@masserv.com

However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no.: 1800-222-990.

By Order of the Board of Directors
For BANARAS BEADS LIMITED,



(R.K.SINGH)
Company Secretary

Place : VARANASI
Date : 30. 05. 2019

Additional information of directors recommended for appointment/re-appointment as required under Regulation 36 (3) of SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015.

Name	: Shri Siddharth Gupta
Fathers name	: Shri Ashok Kumar Gupta
Date of Birth	: 01.03.1983
Nationality	: Indian
Qualifications	: Graduate.
Date of appointment on the board	: Appointed as CEO and Managing Director for the period 01.02.2019 to 31.01.2024.
Permanent Account No.	: AGEPG1158R
Director Identification No.	: 00342369
List of directorship held in other Company(s)	: i) M/s Sanwaria Trade Link Pvt. Ltd. (converted into Sanwaria Trade Link LLP on 29.04.2019) ii) M/s Mangalam Hospitality India Limited. iii) M/s Banaras Glass Beads Limited
Number of shares held in the company	: 701000
Chairperson of Board committees	: NIL
Disclosure of relationships between directors inter-se	: Son of Sri Ashok Kumar Gupta, Chairman & Managing Director
Member of board committee	: NIL

EXPERIENCE:

Mr. Siddharth Gupta is BA (Hons) Glass from University of Wolverhampton, UK and having more than fifteen year experience of marketing and production of Glass Beads, handicrafts, imitation Jewelry, necklace and other related items.

EXPLANATORY STATEMENT:

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

Item No. 3. RE-APPOINTMENT OF SHRI SIDDHARTH GUPTA AS CEO & MANAGING DIRECTOR:

The tenure of Mr. Siddharth Gupta (DIN 00342369) as CEO & Managing Director has been expired on 31.01.2019. As per provision of 196 of Companies Act, 2013 and on the recommendation of Nomination and Remuneration Committee, the board in its meeting held on 22.01.2019 has re-appointed Mr. Siddharth Gupta as CEO & Managing Director for further five years w.e.f. 01.02.2019 subject to approval of Members as **Ordinary Resolution**. The remuneration and other terms condition of Mr. Siddharth Gupta as CEO & Managing Director is as under-

1.

i) SALARY:

A salary of Rs. 1,24,000/= (Rupees one lac and twenty four thousands only) per month.

ii) PERQUISITES :

In addition to the above, the **CEO and Managing Director** shall be entitled to the following perquisites

a. REIMBURSEMENT OF MEDICAL EXPENSES:

Reimbursement of medical expenses (including insurance premium for medical and hospitalisation policy, if any) incurred for self and family, subject to a ceiling of one month's salary or three months' salary over a period of three years, as per Rules of the Company. For the above purpose, "Family" includes spouse, dependent children and parents.

b. PERSONAL ACCIDENT INSURANCE:

Personal accident insurance cover of an amount, the annual premium of which does not exceed Rs. 15,000.

c. CONTRIBUTION TO EMPLOYEE PROVIDENT FUND:

Contribution to Employee Provident Fund, as per Rules of the Company, to the extent these, either singly or put together, are not taxable under the Income Tax Act, 1961.

d. GRATUITY / CONTRIBUTION TO GRATUITY FUND

As per the payment of gratuity act 1972 and including any amendment thereto.

e. ENCASHMENT OF LEAVE :

Encashment of leave at the end of the tenure.

f. **LEAVE TRAVEL CONCESSION :**

For the **CEO and Managing Director** and his family once in a year incurred in accordance with any rules specified by the Company.

Explanation: Family means the spouse, dependent children of the appointee.

g. **USE OF CAR AND TELEPHONE:**

Company maintained car with driver for use on Company's business, telephone at residence and cellular phone provided by the Company will not be considered as perquisite. However, personal long distance calls and use of car for private purposes shall be borne by the Director.

h. **REIMBURSEMENT OF EXPENSES:**

Reimbursement of entertainment, travelling including out of India and all other expenses incurred for the business of the Company, as per Rules of the Company.

2. Mr. Siddharth Gupta shall be responsible to conduct and manage business and others works of the Company and he shall perform such other duties as shall from time to time be entrusted to him subject to the superintendence, guidance and control of the Board of Directors of the Company.
3. Mr. Ashok Kumar Gupta Chairman and Director and Mr. Siddharth Gupta are interested with this resolution and no other directors are interested with this resolution.
4. The Board recommends this resolution for your approval. His further re-appointment will be always in the interest and benefit of the company, in better way to manage and control.

By Order of the Board of Directors
For BANARAS BEADS LIMITED,



(R.K.SINGH)
Company Secretary

Place : VARANASI
Date : 30. 05. 2019



DIRECTORS REPORT

Dear Shareholders,

Your Directors are pleased to present the **39th Annual Reports** together with the Audited Accounts of the Company for the year ended on 31st March' 2019.

FINANCIAL RESULTS:

	2018-2019	2017-2018
	(Rs. in lacs)	(Rs. in lacs)
Revenue from Operations	1731.17	2377.92
Net Profit Before Taxation	158.97	231.82
Net Profit after taxation	115.51	138.28
Balance of Profit & Loss Account B/F	1354.28	1296.06
<u>APPROPRIATIONS:</u>		
Transfer to General Reserve	0.00	0.00
Dividend Paid	0.00	66.36
Tax on Dividend paid	0.00	13.51
Taxes of earlier Years	0.49	0.19
Balance of Profit & Loss Account C/F	1469.30	1354.28

OPERATION / PERFORMANCE:

During the year turnover of your Company decreased in the comparison of previous year due to recession in global demand of glass beads, handicrafts etc.

DIVIDENDS:

Based on the Company's performance during the year 2018-19, the Board of Directors decided not to recommend declaration of dividend.

TRANSFER TO RESERVES

No amount has been transferred to reserve. The closing balance of the retained earnings of the Company for F.Y. 2018 - 2019, after all appropriation and adjustments was 1469.30 lacs.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to provisions of Section 134(5) of the Companies Act, 2013, the Directors hereby state and confirm -

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently except as required by accounting standards and other applicable law(s) and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory and secretarial auditors and external consultants, including audit of internal financial controls over financial reporting by the statutory auditors, and the reviews performed by management and the relevant board committees, including the audit committee, the board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2018-19.

ADOPTION OF IND AS:

The company has adopted Ind AS from the financial year 2017-18.

PENDING PETITION WITH NCLT:

The Special Leave Petition vide no. 25165-25166/2007 filed by Shri Ajit Kumar Gupta and others against Hon'ble CLB order dt. 04.07.2007 and 03.08.2007 in the matter of C.P. No. 14/99, CP No. 14/111/1999, 15/111/1999 and 1/111/2001 had been disposed off by Hon'ble Supreme Court on 11.04.2018. The company had already complied and executed above order of Hon'ble CLB by 05.09.2007 and nothing is pending to be complied by the company and accordingly disclosed in Annual Report made thereafter. However Mr. Raj Kumar Gupta, ex-director of the company, who had not challenged CLB orders now filed an Execution Petition No. 42/2018 before Hon'ble NCLT to get property of the company situated at Expo Mart, Greater NOIDA, which was neither part of CLB Petition No. 14/1999 nor mentioned in the list of properties to be transferred to 1st Petitioner (Mr. Raj Kumar Gupta group) in CLB final order dt. 04.07.2007 and modified order dt. 03.08.2007. Mr. Raj Kumar Gupta Ex-director of the company had already made an application to get this property before Hon'ble Supreme Court in SLP No. 935-936/2010 and Hon'ble Supreme Court finally dismissed the SLP with all pending applications. The present Execution Petition 42/2018 filed by Mr. Raj Kumar Gupta before Hon'ble NCLT Allahabad is pending. The Management does not reasonably expect that the Execution Petition, when ultimately concluded and determined, will have a material and adverse effect on the Company's results of operations or financial condition.

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR) is presented in a separate section forming part of the Annual Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Pursuant to the provisions of section 149 of the Act, Mr. Ashok Kumar Kapoor, Mr. Praveen Anand Singh, and Mr. Tanmay Deva were appointed as independent directors at the annual general meeting of the Company held on August 13, 2015. They have submitted a declaration that each of them meets the criteria of independence as provided in section 149(6) of the Act and there has been no change in the circumstances which may affect their status as independent director during the year.

Shri Siddharth Gupta retires by rotation and being eligible has offered himself for re-appointment as director.

Further the tenure of Mr. Siddharth Gupta as CEO & Managing Director has expired on 31.01.2019. Keeping his association and benefit to the company the Nomination and Remuneration Committee and the Board of Directors have recommended to re-appoint Mr. Siddharth Gupta (DIN 00342369) as CEO & Managing Director for further five years with effect from 1 February 2019.

During the year, the non-executive directors of the Company had no pecuniary relationship or transactions with the Company, other than the sitting fees to attend the meetings of the Company.

Pursuant to the provisions of section 203 of the Act, the key managerial personnel of the Company are Mr. Ashok Kumar Gupta, Chairman & Managing Director, Mr. Siddharth Gupta, Chief Executive Officer and Managing Director, Smt. Shalini Chandra, Executive Director, and Mr. R.K. Singh, Company Secretary.

The CFO Mr. Jai Singh expired on 07.09.2018 and in his place Mr. Vinay Kumar Piyush has been appointed as Chief Financial Officer w.e.f. 01.04.2019. There is no other changes in the key managerial personnel during the year.

BOARD EVALUATION:

The Board of Directors has carried out on 21.05.2018 and on 21.01.2019 during the year evaluation of its own performance, board committees, and individual directors pursuant to the provisions of the Act, SEBI Listing Regulations and the Guidance Note on Board Evaluation issued by the Securities and Exchange Board of India on January 5, 2017.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

The board and the nomination and remuneration committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the chairman was also evaluated on the key aspects of his role.

In separate meetings of independent directors, performance of non-independent directors, performance of the board as a whole and performance of the chairman was evaluated, taking into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent directors, at which the performance of the board, its committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS

The Company's policy on directors' appointment and remuneration and other matters provided in section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of this report.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The details in respect of internal financial control and their adequacy are included in the management discussion & analysis, which forms part of this report.

AUDIT COMMITTEE

The details pertaining to composition of audit committee are included in the Corporate Governance Report, which forms part of this report.

AUDITORS:

At the thirty seventh AGM held on 28th September, 2017 the members approved appointment of M/s G D Dubey & Associates, Chartered Accountants (Firm Registration number 009836C) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the 42nd AGM, subject to ratification of their appointment by Members at every AGM, if so required under the Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at this AGM and a note in respect of the same has been included in Notice for this AGM.

AUDITOR'S REPORT

The Statutory Auditor's Report does not contain any qualification, reservation or adverse remark or disclaimer.



SECRETARIAL AUDITOR:

The Board has appointed M/s Ajay Jaiswal & Co., Company Secretaries to conduct Secretarial Audit for the financial year 2018-19. The Secretarial Audit Report for the financial year ended 31st March 2019 is annexed herewith marked as **Annexure –I** to this report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

RISK MANAGEMENT

The board of directors of the Company has formed a risk management committee to frame, implement and monitor the risk management plan for the Company. The committee is responsible for reviewing the risk management plan and ensuring its effectiveness. The audit committee has additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

The development and implementation of risk management policy has been covered in the management discussion and analysis, which forms part of this report.

EXTRACT OF ANNUAL RETURN

The extract of Annual Returns [Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014] as on the financial year ended on 31.03.2019 is attached as **Annexure- II** with this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Information as per Section 134 (3) (m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 are furnished as under:

- a) **Conservation of Energy :**
The operations of the Company involve low energy consumption. The solar power plant of 150 KVA is properly working and saving grid electricity. During the year 139215 KWH power generated and approx. 48948 KWH transferred to UP electricity board by this way approximately saving of around Rs. 10.00 lacs made to the company against electric charges.

The other adequate measures are being taken to conserve the energy.
- b) **Technological Absorption:**
The Company upgrades its technological inputs time to time for its products. However presently company has no collaboration arrangement with any foreign organization.
- c) **Foreign Exchange Earning and Outgo:**
The actual foreign exchange earnings (inflow) of the Company during the financial year has been Rs 1430.94 lakhs from Exports of Glass Beads, Handicrafts and other items. The actual foreign Exchange Outflow during the year has been Rs. 89.35 lakhs for the import of materials, foreign traveling expenses and other sales promotional activities.

CORPORATE GOVERNANCE:

Corporate Governance Report, Management Discussion and Analysis statement and Business Responsibility Report and a certificate from the Auditors confirming compliance are annexed herewith to this report.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

NUMBER OF MEETING OF BOARD

Four Board Meetings were held during the F.Y. on 31st May, 2018, 26th July, 2018, 31st October , 2018, 22nd January, 2019.

STATEMENT OF DECLARATION GIVEN BY INDEPENDENT DIRECTORS U/S 149 (6).

All the Independent Directors have given their declaration as per Section 149(7) that they meet the criteria of independence as provided in section 149(6) of the Companies Act 2013.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION-

The current policy is to have an appropriate mix of executive and independent directors to maintain the independence of the Board, and separate its functions of governance and management. As on 31.03.2019, the board consists of 6 members, three of whom are executive or whole-time directors including one woman and three are independent directors.

The policy of the company on directors appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Sub-section (3) of section 178 of the Companies Act, 2013. We affirm that the remuneration paid to the directors is as per the terms laid out in the nomination and remuneration policy of the Company.

FIXED DEPOSITS FROM PUBLIC:

The Company have not accepted any fixed deposits and as such, no amount of principal or interest was outstanding as of the balance sheet date.



FINANCE

The Company has taken limit from Kotak Bank Ltd., of Rs. 1000.00 lakhs and the amount of loan outstanding as on 31.3.2019 is Rs. 84.00 lakhs. The loan taken from Yes Bank has since been adjusted.

DETAILS OF LOANS GIVEN, INVESTMENTS MADE AND GUARANTEE GIVEN COVERED U/S 186 (4) OF THE COMPANIES ACT, 2013.

Loans given and Investments made are given under the respective heads of the Balance Sheet.

No Corporate Guarantees given by the Company in respect of loans as at 31st March, 2019.

DISCLOSURE REQUIREMENTS

As per SEBI Listing Regulations, the Corporate Governance Report with the Auditors' Certificate thereon, and the Management Discussion and Analysis are attached, which form part of this report.

As per Regulation 34 of the SEBI Listing Regulations, a Business Responsibility Report is attached and is a part of this annual report.

As per Regulation 43A of the SEBI Listing Regulations, the Dividend Distribution Policy is disclosed in the Corporate Governance Report and on the website of the Company.

TRANSACTIONS WITH RELATED PARTIES.

None of the transactions with related parties falls under the scope of section 188(1) of the Act as all the transaction are done at arm length price during ordinary course of business. Information on transactions with related parties pursuant to section 134(3) (h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in **Annexure III** in Form AOC-2 and the same forms part of this report.

Particulars of contract U/s 188

Transactions, i.e. the Company's transactions that are of material nature, with its Promoters, Directors and the management, their relatives or subsidiaries, among others that may have potential conflict with the Company's interests at large.

During the period under review, the Company had not entered into any material transaction with any of its related parties that may have potential conflict with the Company's interests at large. Although all the transactions with related parties are done at arm length price, but in compliance of Ind AS 24 the disclosure of transactions with related parties are set out in Note No. 31 of Financial Statements which is forming part of the Annual Report.

CORPORATE SOCIAL RESPONSIBILITY.

The Provision of Section 135 of Companies Act 2013 concerning with Corporate Social Responsibility is not applicable during the F.Y. 2018-19.

TRANSFER TO IEPF ACCOUNT

Un-claimed dividend of 2011-12 amounting to Rs. 219250 and corresponding 87700 shares have not been transferred to IEPF on account of pending execution of CLB order dt. 04.07.2007, 03.08.2007 and 14.09.2007 pending compliance by Petitioners.

EVALUATION REPORT ON CAPITAL

The Provision of Evaluation on Capital is not applicable to the Company. Besides that the Board met time to time and appraised performance of the Company. The ways and means were made to increase the business and growth of the Company.

INCREASE IN PAID-UP CAPITAL-

During the year one shareholder calls in arrears amount of Rs.500 have been realised. After giving effect of said receipt, the paid-up capital changed/ increased to Rs. 66139220 from Rs. 66138720. The balance calls in arrears are @ Rs. 5 per share on 44600 shares amounting to Rs. 223000/-

MATERIAL CHANGES:

No material changes were made during the year which affects the financial and commitments of the Company.

INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

COMPLAINTS PERTAINING TO SEXUAL HARASSMENT:

The details of complaints filed, disposed of and pending during the financial year pertaining to sexual harassment is provided in the *Business responsibility report* of this Annual Report.

PARTICULARS OF EMPLOYEES:

The details pertaining to remuneration as required under section 197(12) of the companies act, 2013 read with rule 5(1) of the companies (appointment and remuneration of managerial personnel) rules, 2014.

- (i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2018-19, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2018-19 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:



Sl. No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for financial year 2018-19 in Rs	% increase in Remuneration in the Financial Year 2018-19	Ratio of remuneration of each Director/to median remuneration of employee	Comparison of the Remuneration of the KMP against the performance of the Company
1	Ashok Kumar Gupta Chairman & Managing Director	2405400	NIL	31.13	Profit before Tax Decrease By 31.42% and Profit After Tax Decrease by 16.46% in Financial year 2018-19
2	Siddharth Gupta CEO & Managing Director	1666560	NIL	21.57	
3	Shalini Chandra Executive Director	672000	NIL	8.70	
4	Ramesh Kumar Singh Company Secretary	794880	NIL	10.29	
5	Jai Singh Chief Finance Officer	213928	NIL	2.77	

ii) The median remuneration of employees of the Company during the financial year 2018-19 is Rs.77276 and in Financial Year 2017-18 was Rs. 78390.

iii) In the financial year, there was decrease of 1.42 % in the median remuneration of employees;

iv) There were 267 permanent employees on the rolls of Company as on March 31, 2019;

v) Relationship between average increase in remuneration and company performance:-

The Profit before Tax for the financial year ended March 31, 2019 decrease by 31.42 % whereas the decrease in median remuneration was 1.42%.

vi) Comparison of Remuneration of the Key Managerial Personnel(s) against the performance of the Company:

The total remuneration of Key Managerial Personnel decreased by 4.55 % from 60.27 lacs (annualised) in 2017-18 to 57.53 lacs in 2018-19 whereas the Profit before Tax Decrease by 31.42% to 159.53 lacs in 2018-19 (231.82 lacs in 2017-18) .

vii) a) Variations in the market capitalisation of the Company :

The market capitalisation as on March 31, 2019 was Rs. 3201.98 lacs (Rs. 4048.01 lacs as on March 31, 2018).

b) Price Earnings ratio of the Company was 27.57 as at March 31, 2019 and was 27.74 as at March 31, 2018.

vii) Average percentage increase was made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2018-19 is 2.06 % and in the managerial remuneration increase for the last financial year was 1.74 %.

viii) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year – Not Applicable; and

ix) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

TRADING OF SHARES UNDER “B” GROUP:

The shares of your Company are presently being traded with BSE and NSE Stock Exchanges under “B” Group.

ACKNOWLEDGMENT:

The Directors wish to place on record their sincere appreciation of the devoted and efficient services rendered by all officers, employees and others associated with the Company. The Board place on record a deep appreciation for the valuable services rendered by Late Jai Singh who died during his tenure as a Chief Financial Officer of the Company.

By order of the Board of Directors
For BANARAS BEADS LTD.

Place : VARANASI
Date : 30.05.2019

(Ashok Kumar Gupta)
Chairman & Managing Director

ANNEXURE- I TO DIRECTORS' REPORT
SECRETARIAL AUDIT REPORT OF BANARAS BEADS LIMITED, VARANASI FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019.

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014] and Regulation 24A of SEBI (LODR) Regulations 2015

To,
The Members,
Banaras Beads Limited
Varanasi

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Banaras Beads Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Banaras Beads Limited books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31.03.2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined:

- a) All the documents and records, books, papers, minute books, and other records maintained and made available to me by Banaras Beads Limited ("the Company"/Listed Entity) for the financial year ended on 31.03.2019.
- b) The forms and other documents filed/submitted by listed entity to stock exchanges.
- c) Website of the listed entity.
- d) Any other documents/return filed and which has been relied upon to make this certification, for the financial year ended on 31.03.2019, in respect of compliance with the provision of:
 - I. the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
 - II. the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");
 - III. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act):-
 - i. The Securities and Exchange Board of India (LODR) Regulations, 2015;
 - ii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018,
 - iii. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011,
 - iv. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018,
 - v. The Securities and Exchange Board of India (Share based employee benefits) Regulations, 2014,
 - vi. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008,
 - vii. The Securities and Exchange Board of India (Issue and Listing of non convertible and redeemed preference shares) Regulations, 2013;
 - viii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - IV. The Companies Act, 2013 (the Act) and the rules made there under;
 - V. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - VI. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE and NSE Stock Exchange(s).
- (iii) All the applicable provisions of law including ESIC, EPF, Labour laws,

and based on the above examination, I report that during the review period the company has complied all the applicable provisions of law of the Act, Rules, Regulations, Guidelines, Standards, etc., including

- (a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below:-

Sr.No	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
	All complied	NIL	NIL

- (b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my/our examination of those records.

- (c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:



Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
	NIL	NIL	NIL	NIL

(d) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended ... (The years are to be mentioned)	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
	No adverse action	NIL	NIL	NIL

I further report that The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decision is carried out unanimously by the members and recorded proper way in minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period there were no issues which required specific compliance of the provisions of Companies Act 2013, SEBI (Issue of capital and disclosure Requirements) Regulation 2009 and other acts.

Place: Varanasi
Date: 18.05.2019

Sd/-
Ajay Jaiswal
ACS No. 5112
C P No.: 3684



ANNEXURE-II TO DIRECTOR REPORT

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2019**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

Sl. No.		
I	REGISTRATION AND OTHER DETAILS:	
i)	Corporate Identity Number (CIN) of the company :-	L01131UP1980PLC004984
ii)	Registration Date	10.04.1980
iii)	Name of the Company	Banaras Beads Limited
iv)	Category / Sub-Category of the Company	Public Limited Company
v)	Address of the Registered office and contact details	A-1, Industrial Estate, Varanasi-221106 e-mail- investor@bblivestor.com Website. www.bblivestor.com Ph. No. 0542-2370161-164 (Four Lines) Fax No. 0542-2370165
vi)	Whether listed company Yes / No	Yes, BSE and NSE
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s Mas Services Limited T-34, 2nd Floor, Okhla Industrial Area, Phase - II, New Delhi - 110 020 Ph: - 26387281/82/83 Fax:- 26387384 email:- info@masserv.com website : www.masserv.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company are stated as under:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Handicraft items like Glass Beads Necklaces, Imitation Jewellery	231 and 321	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
NIL					

IV.SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2018				No. of Shares held at the end of the year 31.03.2019				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Indiv/HUF	3835592	0	3835592	57.80	3835592	0	3835592	57.80	0
h) Central Govt	0	0	0	0	0	0	0	0	0
i) State Govt (s)	0	0	0	0	0	0	0	0	0
j) Bodies Corp.	0	0	0	0	0	0	0	0	0
k) Banks / FI	0	0	0	0	0	0	0	0	0
l) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	3835592	0	3835592	57.80	3835592	0	3835592	57.80	0
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other – Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0



d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-									
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	3835592	0	3835592	57.80	3835592	0	3835592	57.80	0
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	20	0	20	0.00	20	0	20	0.00	0
b) Banks / FI	00	0	00	0.00	0	0	0	0.00	0
c) Central Govt	0	0	0	0.00	0	0	0	0.00	0
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0
g) FIIs	0	0	0	0.00	0	0	0	0.00	0
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0
Sub-total (B)(1):-	20	0	20	0.00	20	0	20	0.00	0
2. Non-Institutions									
a) Bodies Corp.	157003	22570	179573	2.71	224224	15510	239734	3.61	+0.9
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	815773	505734	1321517	19.91	811158	376519	1187677	17.90	-2.01
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	150500	0	150500	2.27	192320	8550	200870	3.03	0.76
c) Others (specify) non-resident Indian./OCB	6679	0	6679	0.1	4173	0	4173	0.06	-0.04
d) Any other (specify) clearing member	62127	0	62127	0.94	84812	0	84812	1.28	0.34
e) Any other (specify) Employee	340	940	1280	0.02	210	810	1020	0.01	0
f) Any other (specify) Directors and relative	2179	4530	6709	0.10	2179	4530	6709	0.10	0
g) NBFCs regt.with RBI	225	0	225	0.00	225	0	225	0.00	0
e) Trust	1072010	0	1072000	16.15	1072010	0	1072010	16.15	0
f) Any other IPF	0	0	0	0	3380	0	3380	0.05	0.05
Sub-total (B)(2):-	2266836	533774	2800610	42.20	2394691	405919	2800610	42.20	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	2266856	533774	2800630	42.20	2394711	405919	2800630	42.20	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	6102448	533774	6636222	100.00	6230303	405919	6636222	100.00	0

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	% change in share holding during the year
1	ASHOK KUMAR	863402	13.01	NIL	863402	13.01	NIL	NIL



	GUPTA							
2	REKHA GUPTA	739830	11.15	NIL	739830	11.15	NIL	NIL
3	ASHOK KUMAR GUPTA HUF	544920	8.21	NIL	544920	8.21	NIL	NIL
4	PRASHANT GUPTA/ ASHOK KUMAR GUPTA (joint)	472540	7.12	NIL	472540	7.12	NIL	NIL
5	SHIVANI GUPTA	350110	5.28	NIL	350110	5.28	NIL	NIL
6	SIDDHARTH GUPTA	701000	10.56	NIL	701000	10.56	NIL	NIL
7	DEEPALI GUPTA	163790	2.47	NIL	163790	2.47	NIL	NIL

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3835592	57.80	3835592	57.80
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No change in overall shareholding of the promoters			
	At the End of the year	3835592	57.80	3835592	57.80

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
1	RAM GULAM KANHIYA LAL CHARITABLE TRUST	1072010	16.15	1072010	16.15
2	PRASHANT GLASS WORKS PVT. LTD.	75562	1.14	86399	1.30
3	INVESTOR EDUCATION AND PROTECTION FUND AUTHORITY (IEPF)	0	0	79640	1.20
4	MITA DIPAK SHAH	75000	1.13	75000	1.13
5	SURESH RATHI SECURITY PVT. LTD.	0	0	49889	0.75
6	HARI PRAKASH GUPTA	44750	0.67	44750	0.67
7	ANIL KUMAR GUPTA	30750	0.46	33570	0.51
8	NILAM SINGLA	0	0	26600	0.40
9	H.V. GUPTA	0	0	20950	0.32
10	GUNTUPALLI HARISH	17844	0.27	17844	0.27
	SUBHASH KUMAR GUPTA	13551	0.20	13551	0.20
	POONAM BANKIM DESAI	11673	0.18	0	0
	RAJESH KUMAR MAHESHWARI	10000	0.15	0	0
	SEEMA MUSTAFA	9570	0.14	0	0

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
	Shri Ashok Kumar Gupta	862402	13.01	862402	13.01
	Shri Siddharth Gupta	701000	10.56	701000	10.56



	Shri Ashok Kumar Kapoor	NIL	NIL	NIL	NIL
	Shri Praveen Singh	550	-	550	-
	Shri Tanmay Deva	50	-	50	-
	Shri Ramesh Kumar Singh	50	-	50	-
	Shri Jai Singh	60	-	60	-
	Total at the beginning of the year	1565112	23.58	1565112	23.58
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the End of the year	1565112	23.58	1565112	23.58

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs. In lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	190.30	----	----	190.30
ii) Interest due but not paid	----	----	----	----
iii) Interest accrued but not due	----	----	----	----
Total (i+ii+iii)	190.30	----	----	190.30
Change in Indebtedness during the financial year				
☐ Addition	880.71			880.71
☐ Reduction	987.01			987.01
Net Change	106.30	----	----	106.30
Indebtedness at the end of the financial year				
i) Principal Amount	84.00	----	----	84.00
ii) Interest due but not paid	----	----	----	----
iii) Interest accrued but not due	----	----	----	----
Total (i+ii+iii)	84.00	----	----	84.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL.

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Siddharth Gupta (CEO & MD)	Shalini Chandra (E. D.)	Ashok Kumar Gupta (C&MD)	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	1488000	600000	2400000	4488000
2.	Stock Option	NIL	NIL		



3.	Sweat Equity	NIL	NIL			
4.	Commission - as % of profit - others, specify...	NIL	NIL			
5.	Others, please specify	NIL	NIL			
	Total (A)	1488000	600000	2400000		4488000
	Ceiling as per the Act	8400000	8400000	8400000		25200000

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors ☐ Fee for attending board / committee meetings (sitting fee)	Ashok Kumar Kapoor 18000	Praveen Singh 18000	Tanmay Deva 18000		54000
	Total (1)	18000	18000	18000		54000
2	Other Non-Executive Directors ☐ Fee for attending board / committee meetings ☐ Commission ☐ Others, please specify	NIL	NIL	NIL		NIL
	Total (2)	NIL	NIL	NIL		NIL
	Total (B)=(1+2)	18000	18000	18000		54000
	Total Managerial Remuneration	18000	18000	18000		54000
	Overall Ceiling as per the Act	Only sitting fee paid				

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		720000 NIL NIL	192400 NIL NIL	912400 NIL NIL
2.	Stock Option		NIL	NIL	NIL
3.	Sweat Equity		NIL	NIL	NIL
4.	Commission - as % of profit		NIL	NIL	NIL



	- Others, specify...				
5.	Others, please specify				
	Total C(1+2+3+4+5)		720000	192400	912400

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NIL				
Punishment	NIL				
Compounding	NIL				
B. DIRECTORS					
Penalty	NIL				
Punishment	NIL				
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL				
Punishment	NIL				
Compounding	NIL				

For BANARAS BEADS LTD.,

Place : VARANASI
Date :30.05.2019

(Ashok Kumar Gupta)
Chairman & Managing Director

ANNEXURE-III TO DIRECTOR REPORT
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)
Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS:

Banaras Beads Limited (the Company) has not entered into any contract/arrangement/transaction with its related parties which is not in ordinary course of business or at arm's length during FY 2018-19. The Company has laid down policies and processes/procedures so as to ensure compliance to the subject section in the Companies Act, 2013 ("Act") and the corresponding Rules. In addition, the process goes through internal and external checking, followed by quarterly reporting to the Audit Committee.

- (a) Name(s) of the related party and nature of relationship: Not Applicable
- (b) Nature of contracts/arrangements/transactions: Not Applicable
- (c) Duration of the contracts / arrangements/transactions: Not Applicable
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Not Applicable
- (e) Justification for entering into such contracts or arrangements or transactions: Not Applicable
- (f) Date(s) of approval by the Board: Not Applicable
- (g) Amount paid as advances, if any: Not Applicable
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: Not Applicable

2. DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENT OR TRANSACTIONS AT ARM'S LENGTH BASIS:

Sl No.	Particulars	Detail of transaction		
a	Name(s) of the related party	Banaras Beads Exports Limited	Banaras Glass Beads Limited	Key Managerial Persons (for detail refer page 18,19 & 20 of board report)
	Nature of relationship	Shareholder	Director and Shareholder	KMP
b	Nature of contracts / arrangements / transactions			
	Sale	0	0	
	Purchase	0	1904543	
	Remuneration to KMP			5400400
c	Duration of the contracts / arrangements / transactions	2018-19	2018-19	2018-19
d	Salient terms of the contracts or arrangements or transactions including the value, if any	- Strictly at arm length price - Maximum Rs. 2.50 Crores d/y - Transaction and payment in ordinary course of business		As approved by Board/Member as applicable
e	Date(s) of approval by the Board, if any	24.01.2017	24.01.2017	At various date
f	Amount paid as advances, if any	NIL	NIL	NIL

By order of the Board of Directors
For BANARAS BEADS LTD.

Place : Varanasi
Date : 30.05.2019

(Ashok Kumar Gupta)
Chairman & Managing Director



ANNEXURE-IV TO DIRECTOR REPORT

ANNUAL REPORT ON CSR ACTIVITIES

A brief outline of the Company's Corporate Social Responsibility (CSR) policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes:

1. **The composition of the CSR committee:** The Company has a CSR committee of directors comprising Mr. Ashok Kumar Kapoor, Chairman of the Committee, Mr. Ashok Kumar Gupta, Mrs. Shalini Chandra, Mr. Praveen Anand Singh and Mr. Tanmay Deva.
2. The average net profit of the company for last three financial years Rs.1.40 Crore and for immediate preceding financial year is Rs. 1.16 Crore. Hence CSR provisions does not apply during the financial year to the company.
3. **Prescribed CSR Expenditure (two per cent of the amount as in item 2 above):** `NIL.
4. **Details of CSR spent during the financial year: NA**
 - a. **Total amount to be spent for the financial year:** `NA.
 - b. **Amount unspent:** `NIL.
 - c. **Manner in which the amount spent during the financial year: NA**
5. **In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.** NA.
6. **A responsibility statement of the CSR committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company.**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

For BANARAS BEADS LTD.

For BANARAS BEADS LTD.

Place : Varanasi
Date : 30. 05. 2019

(Siddharth Gupta)
CEO & Managing Director

(Ashok Kumar Kapoor)
Chairman
CSR Committee of the Company



MANAGEMENT DISCUSSION & ANALYSIS OVERVIEW:

The statements made in this Management Discussion and Analysis Report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results may differ from such expectation whether express or implied. Several factors that could make significant impact on the company's operations include global and supply conditions, input availability and prices, changes in Government regulations, foreign policy, foreign currency, tax laws, economic developments within the country and other factors.

INDUSTRIAL STRUCTURE AND DEVELOPMENT:

Your company is an Export House recognized by Government of India, Ministry of Commerce & Industries and main business of handicrafts like Glass Beads, Necklaces, Imitation Jewellery in indigenous and Export market. The company exports its products in U.S.A., U.K., France, Germany, Japan, and other countries with various reputed customers.

OPPORTUNITIES & THREATS:

The company's product is fashionable items which are being made by hand/small machines and take times in production. The products of the company appreciated in International and indigenous market. But due to change of fashion in sort period directly affect demand of products in market. The fluctuation in foreign currency price also affected the profit of the Company. The management has taken appropriate steps to meet the threats and making extensive efforts on quality control, cost reduction and widen its marketing network.

SEGMENT:

The Company's main business is Manufacturing and export of Handicraft items like Glass Beads; Necklaces, Imitation Jewellery etc.. All those items form just one Segment. As the company has its commercial activity mainly at Varanasi, hence separate geographical segment wise reporting is not required.

FINANCIAL / OPERATIONAL PERFORMANCE:

	2018-2019	2017-2018
	(Rs. in lacs)	(Rs. in lacs)
Revenue from Operations	1731.17	2377.92
Net Profit Before Taxation	158.97	231.82
Net Profit after taxation	115.51	138.28
Balance of Profit & Loss Account B/F	1354.28	1296.06
<u>APPROPRIATIONS:</u>		
Transfer to General Reserve	0.00	0.00
Dividend Paid	0.00	66.36
Tax on Dividend	0.00	13.51
Taxes of earlier Years	0.49	0.19
Balance of Profit & Loss Account C/F	1469.31	1354.28

OUTLOOK:

The Company is developing new items/products through imported machines and getting order on the basis of same and in coming years demand of company products will be increased in international and indigenous market. During the year company has participated in Foreign Trade Fairs mainly held in Hong Kong and Germany and other countries.

RISK & CONCERNS:

The main business of your Company is Export business, continuous down fall last four five years in international market is major concern for your company.

Any further change in duty drawback, DEPB and Exchange Rate policies would have a direct effect on the profitability of the Company. The management of your Company is hopeful on offsetting any adverse impact by better management abilities.

INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY:

The Company has developed adequate Internal Control Systems, commensurate to its size and business, which are aimed at achieving efficiency in operations, effective monitoring and optimum utilisation of resources. The Company has appointed Internal auditors to conduct the Internal Audit work. The reports of the Internal Auditors are periodically reviewed by the Audit Committee. The Company has been accredited with ISO 9001:2015 and follows the prescribed parameters.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

Despite of taking all efforts during the financial year total turnover has decreased to Rs. 1639.04 lacs in comparison to Rs. 2283.29 lacs.

MATERIAL DEVELOPMENT IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED:

Labour relations have been cordial with management without interruption of manufacturing activities. The total number of permanent employees of the company is 267 as on March 31, 2019 and out of which women employees are 124.

DISCLOSURES BY SENIOR MANAGEMENT PERSONNEL (I.E) ONE LEVEL BELOW THE BOARD INCLUDING ALL FUNCTIONAL HEADS:

None of the Senior Management personnel has Financial and Commercial transaction with the Company, where they have personal interest that would have a potential conflict with the interest of the Company at large.

ACCOUNTING STANDARDS:

The financial statements of the company (Banaras Beads Limited) are prepared in compliance with the Companies Act, 2013 and in accordance with Indian Accounting Standards (Ind. AS).

The balance sheet as at March 31, 2019, statement of profit and loss for the year ended March 31, 2019, statement of change in equity and the cash flow statement for the year ended March 31, 2019 read with statements annexed thereto are more relevant for understanding the performance of the company.

For BANARAS BEADS LTD.

CORPORATE GOVERNANCE

The detailed report on Corporate Governance as per the format prescribed by SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") is set out below:

1. COMPANY'S PHILOSOPHY:

The Company has made fair, transparent and ethical governance practices to maintain high level of transparency and accountability in its all area of functioning and relationship with suppliers, buyers, employees, bankers and proper regulatory compliances. The company also believes that its systems and procedure will enhance Corporate performance and maximize shareholders value in the long term.

Pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") the Company has executed fresh Listing Agreements with the Stock Exchanges.

The Company is in compliance with the requirements stipulated under Clause 49 of the Listing Agreements and regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI Listing Regulations, as applicable, with regard to corporate governance.

2. BOARD OF DIRECTORS:

The company is having six directors including three executive and three independent directors. The composition of the board is in conformity with Regulation 17 of SEBI Listing Regulation read with section 149 of the companies act, 2013.

None of the Directors on the Board holds directorships in more than ten public companies. None of the Independent Directors serves as an independent director on more than seven listed entities. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2019 have been made by the Directors. None of the Directors is related to each other except Shri Ashok Kumar Gupta and Shri Siddharth Gupta.

The Board's role, function responsibility, accountability and number of other Directorship and Chairmanship / Membership of Committees of each Director in various other Companies are as follows:

NAME OF DIRECTOR	Category	NUMBER OF OTHER DIRECTORSHIPS AND COMMITTEE MEMBER/CHAIRMANSHIP		
		Other Directorship	Committee Membership	Committee Chairmanship
1. Shri Ashok Kumar Gupta	Chairman & Managing Director	3	1	1
2. Shri Ashok Kumar Kapoor	Non-Executive and Independent Director	1	3	2
3. Shri Praveen Singh	Non-Executive and Independent Director	1	3	2
4. Shri Tanmay Deva	Non-Executive and Independent Director	1	4	NIL
5. Shri Siddharth Gupta	CEO & Managing Director	3	NIL	NIL
6. Smt. Shalini Chandra	Executive Director	2	NIL	NIL

3. NUMBERS OF BOARD MEETING HELD:

Four Board Meetings were held during the F.Y. on 31st May, 2018, 26th July, 2018, 31st October, 2018, 22nd January, 2019.

4. ATTENDANCE OF EACH DIRECTORS:

The following is the attendance of each director at the Board Meetings and last Annual General Meeting:-

NAME OF DIRECTOR	ATTENDANCE PARTICULARS	
	Board Meeting	Last AGM
1. Shri Ashok Kumar Gupta	4	Yes
2. Shri Ashok Kumar Kapoor	4	Yes
3. Shri Praveen Singh	4	Yes
4. Shri Tanmay Deva	4	Yes
5. Shri Siddharth Gupta	4	Yes
6. Smt. Shalini Chandra	3	Yes

5. CODE OF CONDUCT:

The company has made Code of Conduct for its directors, senior management and employees. The said code of conduct is available on the Company's web-site. All the Board Members and senior management of the Company as on March 31, 2019 have affirmed compliance with their respective Codes of Conduct. A Declaration to this effect, duly signed by the Managing Director is annexed hereto.

6. AUDIT AND RISK MANAGEMENT COMMITTEE:

The Committee is constituted in line with the provisions of Regulation 18 of SEBI Listing Regulations and Section 177 of the Act. by comprising of three Non-Executive Directors viz. Shri Praveen Singh, Chairman, Shri Ashok Kumar Kapoor and Shri Tanmay Deva as its Members. The Company Secretary acts as Secretary to the Committee.

The meetings of the Audit Committee were held 21st May' 2018, 25th July, 2018, 30th October, 2018 and 21st January, 2019 for reviewing the financial performance of the company on quarterly basis and for consideration of Annual Accounts for the year 2018-2019 on 30.5.2019. Mr. Ashok Kapoor and Mr. Praveen Singh have attended all the meetings.

The terms of reference to this committee cover the matters specified for Audit and Risk Management Committee.

7. **NOMINATION AND REMUNERATION COMMITTEE:**

The Board has constituted a Nomination and Remuneration Committee comprising of Mr. Praveen Singh, Mr. Ashok Kumar Kapoor and Mr. Tanmay Deva, independent and Non Executive Directors of the company. Mr. Parveen Singh is the Chairman of the Committee. The main function of the said committee is to review and recommend appointment and remunerations of managerial personnel and to do all other related works.

The meetings of the Nomination and Remuneration Committee were held on 21st May' 2018, 25th July, 2018, 30th October, 2018 & 21st January, 2019 to review remuneration. Mr. Ashok Kumar Kapoor, Mr. Tanmay Deva and Mr. Praveen Singh attended all four meetings.

No remuneration is paid to Non-executive and independent Directors.

8. **CORPORATE SOCIAL RESPONSIBILITY CSR COMMITTEE:**

During the year the CSR provision does not applied to the company. However the Board has constituted a Corporate Social Responsibility Committee comprising of Mr. Ashok Kumar Kapoor, Mr. Ashok Kumar Gupta, Smt. Shalini Chandra, Mr. Praveen Singh, and Mr. Tanmay Deva, directors of the company. Mr. Ashok Kumar Kapoor is the Chairman of the Committee. The main function of the said committee is to formulate and monitor the CSR policy of the company. The CSR report as required under the companies act 2013 for the year ended 31st March, 2019 is attached as Annexure-IV of the board report.

The meeting of the CSR Committee was held on 30.10.2018.

9. **INDEPENDENT DIRECTORS MEETING.**

There are three Independent Directors namely Shri Praveen Singh, Shri Ashok Kumar Kapoor and Shri Tanmay Deva under the provisions of Companies Act 2013 and Listing Agreement. All three Independent Directors held their independent meetings on 21.05.2018 and 21.01.2019. The same meetings were chaired by Mr. Tanmay Deva.

10. **COMMITTEE FOR THE SHAREHOLDERS:**

a) **SHARE TRANSFER COMMITTEE:**

The Committee met four times during the year 2018-2019 and approved or rejected demat (s) / transfer (physical) of shares request, details given below. The Minutes of the share transfer committee were laid before the Board of Directors of the Company for their ratification and they have ratified from time to time.

Particulars	Physical Transfer	Transmiss ion	Demat	Remat
No. of shares received	5120	7820	57660	0
No. of shares accepted	5120	7820	52320	0
No. of shares rejected due to signature difference / incomplete transfer deeds / DRF forms	0	0	5340	

b) **SHAREHOLDER / INVESTORS' GRIEVANCE COMMITTEE:**

The Board of Directors of the Company has constituted an Investor Grievance Committee comprising of three Non-executive and independent Directors viz. Shri Ashok Kumar Kapoor, Chairman, Shri Praveen Singh and Shri Tanmay Deva, as its members, specifically to look into the redressal of Grievances / Complaints of Shareholders and investors such as Transfer of Shares, non-receipt of Balance Sheet, etc. The meetings of said Committee were held on 30th May' 2018, 26th July, 2018, 31st October ,2018 & 22nd January, 2019.

c) **COMPLIANCE OFFICER :**

The Board has designated Shri R.K. Singh, Company Secretary as the Compliance officer. But the investors will lodge their query, requests/complaints with the Registrar to the Company at-

M/s Mas Services Ltd. (share transfer Registrar / agent)
T-34, 2nd Floor, Okhla Industrial Area, Phase - II, New Delhi - 110 020,
Ph:- 26387281/82/83, Fax:- 26387384, email:- info@masserv.com

In special case shareholder may write to the Company for any query at-

Banaras Beads Limited,
A-1, Industrial Estate, Varanasi – 221106. Phone No. 0542-2370161-164, Fax No. 0542-2370165
E-mail- investor@bblinvestor.com or rksingh@banarasbead.com

d) The status of total number of complaint received during the financial year 2018-2019 –

The Company has made policy to resolve / redress the complaint within 10 days by the company or through Registrar of Transfer Agent. During the year company has received 10 complaints regarding non-receipt of dividend, demat/ transfer of shares and 45 request to revalidate warrants / issue duplicate demand draft(s). All complaints / request have been resolved timely including issue of duplicate DDs/Warrant/online transfer of unclaimed dividend. Some Members have talked over phone time to time about demat, transfer, change of address, issue of duplicate share certificate, future prospects, dividend position, non-receipt of dividend etc. The same have been replied timely. No complaint / query are pending for reply / redressal as on 31.3.2019.

11. GENERAL BODY MEETINGS:

Location and time for the last three Annual General meetings are as under –

Year	Location	Date	Time	Special resolutions passed
	A-1, Industrial Estate, Varanasi			
2015-2016	-Do-	04.08.2016	3.00PM	No special resolution passed
2016-2017	-Do-	28.09.2017	3.00 PM	No special resolution passed.
2017-2018	-Do-	16.08.2018	3.00PM	Special resolution passed.

Postal ballots : For the year ended on 31st March' 2019 there have been no ordinary or special resolution passed by the shareholders of the Company through Postal ballot and there is no resolution proposed at the ensuing Annual General Meeting, which needs to be passed through Postal Ballot.

12. OTHER DISCLOSURES:

- None of the transactions with related parties falls under the scope of section 188(1) of the Act as all the transaction are done at arm length price during ordinary course of business. Although all the transactions with related parties are done at arm length price, but in compliance of Ind AS 24 the disclosure of transactions with related parties are set out in Note No. 31 of Financial Statements which is forming part of the Annual Report
- The Company has done all compliances timely. No penalties, strictures has been imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the year.

13. MEANS OF COMMUNICATION:

The Annual, half yearly and Quarterly results are usually submitted to the Stock Exchanges in accordance with Listing Agreements/ SEBI Regulation (Listing Obligations and Disclosure Requirements) Regulations, 2015, as applicable and same are sent to the newspapers for publication. The Management discussion and Analysis Report is part of Annual Report, which is now included in the Annual Report.

14 (i) SHAREHOLDERS INFORMATION:

- Annual General Meeting**
Date : 08.08.2019,
Time : 3:00 P.M
Venue : A-1, Industrial Estate, Varanasi
- Financial Calendar 2018-2019** : (F.Y. 01/04/2018 to 31/03/2019)
- Dates of Books Closure** : From Thursday, the 2nd August, 2019 to Thursday 8th August, 2019 (both days inclusive).
- Dividend** : No Dividend for F.Y.2018-2019 recommended by board.
- Listing on Stock Exchanges** : Bombay Stock Exchange
National Stock Exchange
- Listing Fees** : Fees paid to BSE and NSE.
- Stock Code with BSE** : 526849
- Demat ISIN Number in NSDL** : INE655B01011
- Registered Office** : A-1, Industrial Estate, Varanasi
- Location of the Plant** : A-1, A-5, Industrial Estate and G.T. Road, Tandia, Varanasi
- Registrars for share transfer and demat purposes** : **Mas Services Limited**
T-34, 2nd Floor, Okhla Industrial Area,
Phase - II, New Delhi - 110 020
Ph:- 26387281/82/83 Fax:- 26387384
email:- info@masserv.com website : www.masserv.com
- Shareholders' Correspondence** : All correspondence / communications regarding shares related i.e. transfer, transmission, demat, Duplicate Share Certificates, Dividends, change of Address, etc. shall be addressed to the Registrar M/s Mas Services Limited directly. In case of any problem, shareholder(s) may write to the company.
- Compliance Officer** : Sri R.K. Singh, Company Secretary
- Designated Exclusive E-mail for investor service and Website** : investor@bblinvestor.com or www.bblinvestor.com

14(ii) SHARE TRANSFER SYSTEM:

The company has appointed M/s Mas Services Ltd., New Delhi as the Registrar and Transfer Agent for all shares related works i.e. transfer/transmission of shares, duplicate issue of certificate, change of address /mandate etc. the transfer of shares in physical form and demat are normally processed within ten to twelve days from the date of receipt, if the documents are complete in all respects. The Share Transfer Committee is empowered to approve the shares related works done by RTA and officer(s) of the company.

14(iii) DISTRIBUTION OF SHAREHOLDINGS AS ON 31st MARCH' 2019:

Particular	No. of Shareholder	% out of total share holders	Number of Share held	% of share holding
001 – 500	5607	93.497	632232	9.527
501 – 1000	202	3.368	152176	2.293
1001 – 2000	85	1.417	126623	1.908
2001 – 3000	34	0.567	88708	1.337
3001 – 4000	20	0.334	68855	1.038
4001 – 5000	12	0.200	54682	0.824
5001 – 10000	15	0.250	104101	1.569
10001 – above	22	0.367	540845	81.505
	5997	100.00	6636222	100.00

14(iv) CATEGORY WISE SHARE HOLDING AS ON 31.03.2019:

The category wise share holding of Members of the Company as on 31.03.2019 is as under –

Category	No. of Shares held	% of the Shares held
1- a) Promoters / Associates / Directors	3835592	57.798
b) Non Promoters and Independent Directors	600	0.009
2- Other Bodies Corporate	239734	3.612
3- Financial Institution / Bank	0	0.000
4- Mutual Fund	20	0.000
5- Trust	1072010	16.154
6- Non resident Indian/OCB	4173	0.062
7- Clearing Member	84812	1.278
8- Employee	1020	0.015
9- Director's relative	6709	0.101
10- Indian Public	1391552	20.969
Total -	6636222	100.00

14(v) DEMATERIALIZATION OF SHARES:

The equity shares of the Company are being traded compulsorily in dematerialised form w.e.f. 26th March, 2001 and as on 31st March, 2019 total number of 6230303 equity shares representing 93.88 % of the Equity Share Capital have been dematerialized. However out of total 5997 shareholders, 3245 shareholders (55.58%) have dematerialized their shares.

14(vi). TRANSFER OF UNCLAIMED/UNPAID DIVIDEND AMOUNTS TO THE INVESTOR EDUCATION AND PROTECTION FUND:

Pursuant to Sections 124 and 125 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), dividend, if not claimed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF").

Further, all the shares in respect of which dividend has remained unclaimed for seven consecutive years or more from the date of transfer to unpaid dividend account shall also be transferred to IEPF Authority.

In the interest of the shareholders, the Company sends periodical reminders to the shareholders to claim their dividends in order to avoid transfer of dividends/shares to IEPF Authority. Notices in this regard are also published in the newspapers and the details of unclaimed dividends and shareholders whose shares are liable to be transferred to the IEPF Authority, are uploaded on the Company's website (<https://www.bblinvestor.com>).

In light of the aforesaid provisions, the Company has during the year under review, transferred to IEPF the unclaimed dividends, outstanding for 7 consecutive years, of the Company. Further, shares of the Company, in respect of which dividend has not been claimed for 7 consecutive years or more from the date of transfer to unpaid dividend account, have also been transferred to the demat account of IEPF Authority.

The details of unclaimed dividends and shares transferred to IEPF during FY 2018-2019 are as follows:

Financial Year	Amount of unclaimed dividend transferred (Rs.)	Number of shares transferred
2011-12	331547	79640

Un-claimed dividend of 2011-12 amounting to Rs. 219250 and corresponding 87700 shares have not been transferred to IEPF on account of pending execution of CLB order dt. 04.07.2007, 03.08.2007 and 14.09.2007 pending compliance by Petitioners.

The members who have a claim on above dividends and shares may claim the same from IEPF Authority by submitting an online application in the prescribed Form No. IEPF-5 available on the website www.iepf.gov in and sending a physical copy of the same, duly signed to the Company, along with requisite documents enumerated in the Form No. IEPF-5. No claims shall lie against the Company in respect of the dividend/shares so transferred. The Members/Claimants can file only one consolidated claim in a financial year as per the IEPF Rules.



The following tables give information relating to various outstanding dividends and the dates by which they can be claimed by the shareholders from the Company's Registrar and Transfer Agent:

For shareholders of Banaras Beads Limited :

Financial Year	Date of declaration	Last date for claiming unpaid dividend
2011-12	10.08.2012	15.09.2019
2012-13	20.02.2013	20.03.2020
2013-14	29.05.2014	29.06.2021
2014-15	25.05.2015	25.06.2022
2015-16	26.05.2016	26.06.2023
2016-17	25.05.2017	26.06.2024

14 (vii) **STOCK MARKET DATA:**

Period (Apr 2018 to Mar 2019)

BSE				NSE		
Month	High Price	Low Price	No. of Shares	High Price	Low Price	No. of Shares
Apr 18	65.90	55.30	15729	67.40	56.00	74141
May 18	61.55	50.20	39108	61.00	52.00	39693
Jun 18	58.00	41.55	14008	57.70	41.00	52483
July 18	74.00	40.20	222457	74.90	40.25	979727
Aug 18	54.25	47.50	15193	54.35	48.45	31369
Sep 18	52.50	43.60	6092	54.70	45.00	23384
Oct 18	54.90	42.00	23229	53.80	43.25	24226
Nov 18	57.00	45.20	17899	52.95	46.00	13586
Dec 18	52.00	44.50	11919	51.95	43.10	18209
Jan 19	52.50	42.50	15145	53.00	43.00	20646
Feb 19	47.70	37.05	22952	49.90	38.30	28235
Mar 19	56.25	40.20	27918	56.95	40.05	93227

14(viii) The Outstanding GDRs / ADRs / Warrants or any Convertible instruments, conversion date and likely impact on Equity: **Not Applicable.**

14 (ix) The Shares of the Company are listed with BSE and NSE.

14(x) **NON-MANDATORY REQUIREMENTS** – Not adopted.

15. **CEO / CFO CERTIFICATION:**

CEO / CFO Certificate in Compliance of Listing Agreement is enclosed in respect of the financial year 2018-19.

For BANARAS BEADS LTD.

Place : Varanasi
Date : 30. 05. 2019

(Ashok Kumar Gupta)
Chairman & Managing Director



DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Managing Director and Executive Directors. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. These Codes are available on the Company's website.

I confirm that the Company has in respect of the year ended March 31, 2019, received from the Senior Management Team of the Company and the Members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

For the purpose of this declaration, Senior Management Team means the Chief Financial Officer and the Company Secretary as on March 31, 2019.

For Banaras Beads Limited

(Siddharth Gupta)
CEO & Managing Director

CEO/ CFO CERTIFICATE

To,
The Board of Directors,
Banaras Beads Limited
Varanasi

We, Siddharth Gupta, **CEO & Managing Director** and Vinay Kumar Piyush, CFO of Banaras Beads Limited to the best of our knowledge and belief, certify that:

1. We have reviewed the Balance Sheet and Statement of Profit and loss account and all the schedules and notes on accounts, as well as the Cash Flow statements, and the Director's report.
2. Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the statement made.
3. Based on our knowledge and information, the financial statements, and other financial information included in this report, present in all material respects, a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as of, and for, the periods presented in this report, and are in compliance with the existing accounting standards and/ or applicable laws and regulations.
4. To the best of our knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.
5. We are responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the Company, and we have :
 - (a) Designed such disclosure controls and procedures to ensure that material information relating to the Company, is made known to us by others within those entities, particularly during the period in which this report is being prepared.
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Indian Accounting Standards (Ind. AS).
 - (c) Evaluated the effectiveness of the Company's disclosure, controls and procedures.
 - (d) Made disclosure in this report any change in the Company's internal control over financial reporting that occurred during the Company's most recent fiscal year that has materially affected, or is reasonably likely to materially affect, the Company's internal over financial reporting.
6. We have disclosed based on our most recent evaluation, wherever applicable, to the Company's auditors and audit committee of the Company's Board of Directors (and persons performing the equivalent functions) :
 - (a) There were no deficiencies in the design or operation of internal controls, that could adversely affect the Company's ability to record, process, summarize and report financial data, and there have been no material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.
 - (b) There were no significant changes in internal controls during the year covered by this report.
 - (c) All significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements.
 - (d) There were no instances of fraud of which we are aware, that involve the Management or other employees who have a significant role in the Company's internal control system.
7. In the event of any materially significant misstatements or omissions, we will return to the Company that part of any bonus or incentive or equity-based compensation, which was inflated on account of such errors.
8. We affirm that we have not denied any personnel, access to the audit committee of the Company (in respect of matters involving alleged misconduct) and we have provided protection to *whistleblowers* from unfair terminations and other unfair or prejudicial employment practices.
9. We further declare that all Board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year.

Place: VARANASI
Date: 30. 05. 2019

(Siddharth Gupta)
CEO & Managing Director

(Vinay Kumar Piyush)
Chief Finance Officer



INDEPENDENT AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To,
The Members
Banaras Beads Ltd.

1. We have examined the compliance of conditions of Corporate Governance by **Banaras Beads Limited** ("the Company"), for the year ended on March 31, 2019, as stipulated in:
 - a. Clause 49 (excluding clause 49 (VII) (E) of the Listing Agreements of the Company with stock exchanges) for the period April 1, 2015 to November 30, 2015.
 - b. Clause 49 (VII) (E) of the Listing Agreements of the Company with stock exchanges for the period April 1, 2016 to September 1, 2016.
 - c. Regulation 23(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations) for the period September 2, 2016 to March 31, 2019 and
 - d. Regulations 17 to 27 (excluding regulation 23 (4)) and clauses (b) to (i) of regulation 46 (2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations for the period December 1, 2016 to March 31, 2019.
2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. We have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant, and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India.
4. In our opinion and to the best of our information and according to our examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreements and regulation 17 to 27 and clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations for the respective periods of applicability as specified under paragraph 1 above, during the year ended March 31, 2019.
5. We state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For G D Dubey & Associates
Chartered Accountants
(Firm No 009836C)

Place: Varanasi
Date: 30. 05. 2019

(G.D. Dubey)
Partner M. No. 076804



BUSINESS RESPONSIBILITY REPORT

SECTION A: GENERAL INFORMATION ABOUT THE COMPANY

Corporate Identity Number (CIN) of the Company : L01131UP1980PLC004984

1. **Name of the Company** : Banaras Beads Limited
2. **Registered address** : A-1, Industrial Estate, Varanasi-221106
3. **Website** : www.banarasbead.com, OR www.bblinvestor.com
4. **E-mail id** : info@banarasbead.com OR rksingh@banarasbead.com
5. **Financial Year reported** : April 1, 2018 to March 31, 2019
6. **Sector(s) that the Company is engaged in (industrial activity code-wise)**

The Company's main business is Manufacturing and export of Handicraft items like Glass Beads; Necklaces, Imitation Jewellery etc., which may be classified under following groups:

Industrial Group			Product Description
Group	Class	Sub-class	
231	2310	23109	Manufacturing of Glass Beads
321	3211	32119	Manufacturing of other articles of gold silver and other precious and semiprecious metal and stone.
321	3212	32120	Manufacture of imitation Jewellery, Handicrafts and other related items.

7. **List three key products/services that the Company manufactures/provides (as in balance sheet)**

As per clause 6 stated above

8. **Total number of locations where business activity is undertaken by the Company**

i. **Number of International Locations (Provide details of major 5)** : No International location

ii. **Number of National Locations**

Number of National Locations: 2

9. **Markets served by the Company –**

USA, South Africa, United Kingdom & Ireland, Germany, Europe, Middle East & Africa and India.

SECTION B: FINANCIAL DETAILS OF THE COMPANY

1. **Paid up Capital (INR)** : 661.39 Lacs.
2. **Total Turnover (INR)** : 1639.04 Lacs.
3. **Total profit after taxes (INR)** : 115.51 Lacs.
4. **Total Spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%)** : NIL .
5. **List of activities in which expenditure in 4 above has been incurred:-** N.A.

SECTION C: OTHER DETAILS

1. **Does the Company have any Subsidiary Company/ Companies?** : No.
2. **Do the Subsidiary Company/Companies participate in the BR Initiatives of the parent company? If yes, then indicate the number of such subsidiary company(s)** : NA
3. **Do any other entity/entities (e.g. suppliers, distributors etc.) that the Company does business with, participate in the BR initiatives of the Company? If yes, then indicate the percentage of such entity/entities? [Less than 30%, 30-60%, More than 60%]** : NA

SECTION D: BR INFORMATION

1. DETAILS OF DIRECTOR/DIRECTORS RESPONSIBLE FOR BR

- a) **Details of the Director/Directors responsible for implementation of the BR policy/policies.**

- DIN Number - 00342369
- Name - Shri Siddharth Gupta
- Designation – CEO & Managing Director

b) Details of the BR head.

S.No.	Particulars	Details
1.	DIN Number (if applicable)	00342369
2.	Name	Shri Siddharth Gupta
3.	Designation	CEO and Managing Director
4.	Telephone number	0542-2370161-64
5.	e-mail id	siddharth@banarasbead.com

2. PRINCIPLE-WISE (AS PER NVGS) BR POLICY/POLICIES (REPLY IN Y/N)

The National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business released by the Ministry of Corporate Affairs has adopted nine areas of Business Responsibility. These briefly are as follows.

- P1 Business should conduct and govern themselves with ethics, Transparency and Accountability
- P2 Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle
- P3 Businesses should promote the wellbeing of all employees
- P4 Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.
- P5 Businesses should respect and promote human rights
- P6 Business should respect, protect, and make efforts to restore the environment
- P7 Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible Manner
- P8 Businesses should support inclusive growth and equitable development
- P9 Businesses should engage with and provide value to their customers and consumers in a responsible manner.

S.No.	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
1.	Do you have a policy/policies for....	Y	Y	Y	Y	Y	Y	Y	Y	Y
2.	Has the policy being formulated in consultation with the relevant stakeholders?	Y	-	Y	Y	Y	Y	Y	Y	Y
3.	Does the policy conform to any national /international standards? If yes, specify? (50 words)	N	-	Y	N	Y	Y	-	-	-
4.	Has the policy being approved by the Board? If yes, has it been signed by MD/owner/CEO/appropriate Board Director?	Y	Y	-	-	Y	-	Y	-	Y
5.	Does the company have a specified committee of the Board/ Director/Official to oversee the implementation of the policy?	N	N	N	N	N	N	N	N	N
6.	Indicate the link for the policy to be viewed online?	—								
7.	Has the policy been formally communicated to all relevant internal and external stakeholders?	The Policy have been communicated to internal key stakeholders of the company.								
8.	Does the company have in-house structure to implement the policy/policies.	Yes, the company has an in-house structure which is reviewed by the board.								
9.	Does the Company have a grievance redressal mechanism related to the policy/policies to address stakeholders' grievances related to the policy/policies?	The Board of Directors undertakes the responsibility of addressing stakeholder concerns related to the BR policies.								
10.	Has the company carried out independent audit/evaluation of the working of this policy by an internal or external agency?	NO								

2a. IF ANSWER TO S.NO. 1 AGAINST ANY PRINCIPLE, IS 'NO' PLEASE EXPLAIN WHY: (TICK UP TO OPTIONS)

S.No.	Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
1.	The company has not understood the Principles	NA								
2.	The company is not at a stage where it finds itself in a position to formulate and implement the policies on specified principles									
3.	The company does not have financial or manpower resources available for the task									
4.	It is planned to be done within next 6 months									
5.	It is planned to be done within the next 1 year	Y	Y	Y	Y	Y	Y	Y	Y	
6.	Any other reason (please specify)									

3. GOVERNANCE RELATED TO BR

- Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year: 3 - 6 Month
- Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report? How frequently it is published? : No

SECTION E: PRINCIPLE-WISE PERFORMANCE.
PRINCIPLE 1

- Does the policy relating to ethics, bribery and corruption cover only the company? No.

Does it extend to the Group/Joint Ventures/Suppliers/Contractors/NGOs/Others? : The Company and all associated are covered by this policy.

- How many stakeholder complaints have been received in the past financial year and what percentage was satisfactorily resolved by the management? *If so, provide details thereof, in about 50 words or so.*

During the year company has received 10 complaints regarding non-receipt of dividend, demat/ transfer of shares and 45 request to revalidate warrants / issue duplicate demand draft(s)/ all complaints / request have been resolved timely.

PRINCIPLE 2

- List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities. : The company products are not having any environmental risk and having much opportunities for small Karigars and villagers in cottage industries sector.
- For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product(optional):
 - Reduction during sourcing/production/ distribution achieved since the previous year throughout the value chain.(NA)
 - Reduction during usage by consumers (energy, water) has been achieved since the previous year. (NA)
- Does the company have procedures in place for sustainable sourcing (including transportation)? : If yes, what percentage of your inputs was sourced sustainably?

The Company's motto is to establish long term relationship with its vendors. In addition to techno-commercial aspects, emphasis also laid on factors like safe working conditions, prevention of child labour and general housekeeping.

- Has the company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work? : Yes

If yes, what steps have been taken to improve their capacity and capability of local and small vendors? :

The Company gives preference to small firms, Karigar, organizations, particulars belonging to villages and schedule tribes. The company provide training to local Karigers for improving their skill and productivity.

6. Does the company have a mechanism to recycle products and waste? : Yes

If yes what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%). Also, provide details thereof, in about 50 words or so. : All wastages are either recycle or sold for recycling.

PRINCIPLE 3

1. Please indicate the Total number of employees. 267
2. Please indicate the total number of employees hired on temporary/contractual/casual basis. 0
3. Please indicate the Number of permanent women employees. 124
4. Please indicate the Number of permanent employees with disabilities: 9
5. Do you have an employee association that is recognized by management? : NO
6. What percentage of your permanent employees is members of this recognized employee association? : NA
7. Please indicate the Number of complaints relating to child labour, forced labour, involuntary labour, sexual harassment in the last financial year and pending, as on the end of the financial year. NIL

S.No.	Category	No of complaints filed during the financial year	No of complaints pending as on end of the financial year
1.	Child labour /forced labour /involuntary labour	NIL	NIL
2.	Sexual harassment	NIL	NIL
3.	Discriminatory employment	NIL	NIL

8. What percentage of your under mentioned employees were given safety & skill up-gradation training in the last year?

- Permanent Employees : 5%
- Permanent Women Employees : 5%
- Casual/Temporary/Contractual Employees : NIL
- Employees with Disabilities :10%

Time to time training were provided to all the concerned Employee including women.

PRINCIPLE 4

1. Has the company mapped its internal and external stakeholders? : Yes
2. Out of the above, has the company identified the disadvantaged, vulnerable & marginalized stakeholders? : NO
3. Are there any special initiatives taken by the company to engage with the disadvantaged, vulnerable and marginalized stakeholders. If so, provide details thereof, in about 50 words or so. : NO

PRINCIPLE 5

1. Does the policy of the company on human rights cover only the company or extend to the Group/Joint Ventures/Suppliers/Contractors/NGOs/Others? : The company adheres to status of India's Factories Acts 1941, which embodies some of the human rights principal such as prevention of child labour, forced labour and compulsory labour.

2. How many stakeholder complaints have been received in the past financial year and what percent was satisfactorily resolved by the management? : None

PRINCIPLE 6

1. Does the policy related to Principle 6 cover only the company or extends to the Group/Joint Ventures/Suppliers/Contractors/NGOs/others. : The Company and all associated are covered by this policy.
2. Does the company have strategies/ initiatives to address global environmental issues such as climate change, global warming, etc? Y/N. If yes, please give hyperlink for webpage etc. : NO
3. Does the company identify and assess potential environmental risks? : No potential environmental risks.
4. Does the company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so. Also, if Yes, whether any environmental compliance report is filed? : No.
5. Has the company undertaken any other initiatives on - clean technology, energy efficiency, renewable energy, etc. Y/N. If yes, please give hyperlink for web page etc. : No.
6. Are the Emissions/Waste generated by the company within the permissible limits given by CPCB/SPCB for the financial year being reported? : NA
7. Number of show cause/ legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on

end of Financial Year. NIL

PRINCIPLE 7

1. Is your company a member of any trade and chamber or association? If Yes, Name only those major ones that your business deals with: YES
 - a. Federation of Indian Export Origination (FIEO)
 - b. Chemical and allied Export Promotion Council of India (CAPEXIL)
 - c. Export Promotion Council for Handicrafts (EPCH)
 - d. Eastern U.P. Exports Association, Varanasi
2. Have you advocated/lobbied through above associations for the advancement or improvement of public good? Yes/No; if yes specify the broad areas (drop box: Governance and Administration, Economic Reforms, Inclusive Development Policies, Energy security, Water, Food Security, Sustainable Business Principles, Others) : No.

PRINCIPLE 8

1. Does the company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof. NO.
2. Are the programmes/projects undertaken through in-house team/own foundation/external NGO/government structures/any other organization? : No.
3. Have you done any impact assessment of your initiative? : No.
4. What is your company's direct contribution to community development projects- Amount in INR and the details of the projects undertaken. Nil.
5. Have you taken steps to ensure that this community development initiative is successfully adopted by the community? Please explain in 50 words, or so. No.

PRINCIPLE 9

1. What percentage of customer complaints/consumer cases are pending as on the end of financial year. : NIL
2. Does the company display product information on the product label, over and above what is mandated as per local laws? : Yes
3. Is there any case filed by any stakeholder against the company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behavior during the last five years and pending as on end of financial year. If so, provide details thereof, in about 50 words or so: No.
4. Did your company carry out any consumer survey/ consumer satisfaction trends? : No.

REPORT OF THE INDEPENDENT AUDITORS

To the Members of **BANARAS BEADS LIMITED**

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Banaras Beads Ltd ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss (Including Other Comprehensive Income), the Statement of Changes in Equity and the statement of Cash Flows for the year then ended, and notes to the standalone Financial statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its profit (including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The Key Audit Matters	How our audit addressed the Key Audit Matters
Revenue recognition of Duty Credit Scripts	
Duty Credit Incentive Script Schemes receivable at the end of accounting year is accounted on estimated realizable value. (refer point D of Note 1 of the Standalone Financial Statement)	Our Audit procedures include the following substantive procedures- - Duty Credit Incentive Script under various export incentive schemes received during the year are verified from the Realised Value of Export, prescribed rate of script by the Government related to the product exported and value mentioned on the Script. - The recognition of revenue of Duty Credit Incentive Script on value of Export not realized at year end is verified from the FOB value of export, prescribed rate of script by the Government related to the product and last realizable rate of transferred script during the year. - Reduction in Script value due to actual realization of export is adjusted in revenue when actual script is received. Difference between provision and actual transfer value is adjusted in revenue at the time of transfer. - Value of Scripts consumed in payments of custom duty against imports made are verified from documents of import and scripts. - Entries for scripts transferred during the year are accounted for on actual realised value and verified from invoice and other relevant documents.

Management's Responsibility for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flow of the Company in accordance with the Accounting Principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting record in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the stand alone financial statements, management and board of directors are responsible for assessing the company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The board of directors is also responsible for over seeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the company's annual report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors Report) Order 2016 (the Order) issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement of the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Change in Equity and statement of Cash Flow dealt with by the Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With Respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate report in Annexure-B.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in note number 46 & 47 in its financial Statement.
 - ii. The Company has made provision as required under the applicable law or accounting standards, for the material foreseeable losses, if any, on long terms contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company. However un-claimed dividend of 2011-12 amounting to Rs. 219250 have not been transferred to IEPF on account of pending execution of CLB order dt. 04.07.2007 , 03.08.2007 and 14.09.2007 pending compliance by Petitioners.
3. With respect to the matter to be included in the Auditor's Report under section 197(16), in our opinion and according to the information and explanation given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of the section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The ministry of corporate affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

For- G D Dubey & Associates
Chartered Accountants
(Firm No 009836C)

(G.D. Dubey)
M. No. 076804
Varanasi; 30.05.2019



ANNEXURE "A" TO INDEPENDENT AUDITORS' REPORT

THE ANNEXURE REFERRED TO IN OUR REPORT OF EVEN DATE TO THE MEMBERS OF BANARAS BEADS LIMITED ON THE ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2019.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
2. As explained to us, inventories have been physically verified during the year by the management at reasonable intervals and the discrepancy noticed on physical verification of stocks as compared to book records were not material and have been properly dealt with in the books of accounts.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has granted unsecured loans to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, and as explained to us the terms and conditions are not prejudicial to the interest of the company and no schedule of repayment has been stipulated.
4. In our opinion and according to the information and explanation given to us, the company has complied with the provision of Section 185 and 186 of the act, with respect to the investment and loan made.
5. The Company has not accepted any deposits from the public within the meaning of the directives issued by the Reserve Bank of India, provisions of Section 73 to 76 of the Act, any other relevant provision of the Act and the relevant Rules framed there under.
6. Reporting under clause 3(v) of the order is not applicable as the Company's business activities are not covered by the companies (Cost Records and Audit) Rules, 2014.
7. According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Goods and Service Tax, Cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2019 for a period of more than six months from the date they became payable except as reported in note 30 of the Financial Statements. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company. However un-claimed dividend of 2011-12 amounting to Rs. 219250 have not been transferred to IEPF on account of pending execution of CLB order dt. 04.07.2007, 03.08.2007 and 14.09.2007 pending compliance by Petitioners.
8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has taken only working capital loans from banks and has not defaulted in repayment of dues to the bank. The company does not have any borrowing from financial institution and has not issued debentures.
9. The Company has not raised moneys by way of initial public offer or future public offer (including debt instruments) or term loans and hence reporting under clause 3(ix) of the Order is not applicable.
10. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
11. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in point 31 of the standalone financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

For- G D Dubey & Associates
Chartered Accountants
(Firm No 009836C)

(G.D. Dubey)
M. No. 076804
VARANASI;30.05.2019



ANNEXURE 'B' TO THE INDEPENDENT AUDITORS REPORT

(Referred to in paragraph 1(f) under on other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under (i) of Sub- section 3 of Section 143 of the Companies Act, 2013 ("the Act") of Banaras Beads Limited.

We have audited the internal financial controls over financial reporting of Banaras Beads Limited (' the Company') as of March 31, 2019 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended and as at on that date.

Management's Responsibility for Internal Financial Controls.

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('the Guidance Note'). These responsibilities include the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit.

We conducted our audit in accordance with the Guidance Note and the Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risk of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting.

Because of the inherent limitations of internal financial controls over financial reporting including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also projections of any evaluation of the internal financial controls over financial reporting to future period are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion.

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For- G D Dubey & Associates
Chartered Accountants
(Firm No 009836C)

(G.D. Dubey)
M. No. 076804
VARANASI; 30.05.2019



Banaras Beads Limited

Balance Sheet as at 31st March, 2019

(Amount in Rs.)

Particulars	NOTE NO	As at 31st March'2019	As at 31st March' 2018
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2	97958061	112560272
(b) Capital work-in-progress		90351796	88370130
(c) Other intangible assets		41337	41337
(d) Financial assets			
(i) Investments	3	31461740	31211740
(e) Deferred tax assets (net)	4	0	0
(f) Other non-current assets	5	1049767	1049767
Current assets			
(a) Inventories	6	137642132	140650835
(b) Financial assets			
(i) Trade receivables	7	7048925	7886749
(ii) Cash and cash equivalents	8	14221642	8980691
(iii) Other Bank Balance	9	70879933	79139623
(iv) Loans	10	14476113	3028266
(v) Other Advances	11	9832228	5760716
(c) Current Tax Assets (Net)	12	4986486	8745037
(d) Other current assets	13	1194089	998323
TOTAL – ASSETS		481144249	488423486
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	14	66139220	66138720
(b) Other equity	15	387492609	375988811
LIABILITIES			
Non-current liabilities			
(a) Defererd tax Liabilities (Net)	16	177809	681964
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	17	8400000	19030200
(ii) Trade Payable	18	2715175	3353740
(iii) Other financial liabilities	19	7885764	7090140
(b) Other current liabilities	20	6905809	14742611
(c)Provisions	21	1427863	1397300
TOTAL - EQUITY AND LIABILITIES		481144249	488423486

For and on behalf of the Board of Directors

In terms of our report of even dated attached

For G D Dubey & Associates
Chartered Accountants

(G.D. Dubey)
Partner
VARANASI; 30.05.2019

(Siddharth Gupta)
CEO & Managing Director

(Ashok Kumar Kapoor)
Independent Director

(Praveen Anand Singh)
Independent Director

(R.K. Singh)
Company Secretary

(Vinay Kumar Piyush)
Chief Finance Officer

Banaras Beads Limited
Statement of Profit and Loss for the year ended 31st March, 2019
(Amount in Rs.)

Particulars	Note No	2018-19	2017-18
Revenue from operations	22	173116844	237792221
Other Income	23	8364363	9584410
Total Income		181481207	247376631
Expenses:			
Cost of materials consumed	24	65420106	168628415
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	25	3528646	-45914975
Manufacturing Expenses	26	16627896	20002881
Employee benefit Expense	27	36659960	34128708
Financial Costs	28	3002937	756105
Depreciation and amortization expense	2	15211682	18393996
Other Expenses	29	25132511	28199231
Total Expenses		165583738	224194361
Profit before exceptional items and tax		15897469	23182270
Exceptional Items		0	0
Profit before tax		15897469	23182270
Tax expense:			
Current tax		4850000	7150000
Deferred tax		-504155	2203935
Profit for the year		11551624	13828335
Earning per equity share of face value of Rs. 10 each :			
Basic & Diluted		1.74	2.08

In terms of our report of even dated attached

For and on behalf of the Board of Directors

For G D Dubey & Associates
Chartered Accountants

(G.D. Dubey)
Partner
VARANASI;30.05.2019

(Siddharth Gupta)
CEO & Managing Director

(Praveen Anand Singh)
Independent Director

(Ashok Kumar Kapoor)
Independent Director

(R.K. Singh)
Company Secretary

(Vinay Kumar Piyush)
Chief Finance Officer



Statement of Change in Equity for the year ending 31.03.2019

A. Equity Share Capital	No of Shares	Amount in Rs.		
		Issued/Subscribed	Unpaid Call	Net
As at 01.04.2017	6636222	66362220	224000	66138220
Change in Equity Share Capital	0	0	-500	500
As at 31.03.2018	6636222	66362220	223500	66138720
Change in Equity Share Capital	0	0	-500	500
As at 31.03.2019	6636222	66362220	223000	66139220

B. Other EQUITY				
Particulars	Reserves & Surplus			Total
	Securities premium reserve	Retained earnings	General Reserve	
Balance as at 01.04.2017	223161600	129606277	17350000	370117877
Profit for the year		13828335		13828335
Transactions with owners in their capacity as owners:				
Unpaid Call received	49000			49000
Dividend Paid		6636222		6636222
Dividend Distribution Tax		1350979		1350979
Tax of Earlier Year		19200		19200
Balance as at 31.03.2018	223210600	135428211	17350000	375988811
Profit for the year		11551624		11551624
Transactions with owners in their capacity as owners:				
Unpaid Call received	1700			1700
Dividends paid		0		0
Dividend Distribution Tax		0		0
Tax of Earlier Year		49526		49526
Balance as at 31.03.2019	223212300	146930309	17350000	387492609

In terms of our report of even dated attached

For and on behalf of the Board of Directors

For G D Dubey & Associates
Chartered Accountants

(G.D. Dubey)
Partner
Place : Varanasi
Date : 30.05.2019

(Siddharth Gupta)
CEO & Managing Director

(Ashok Kumar Kapoor)
Independent Director

(Praveen Anand Singh)
Independent Director

(R.K. Singh)
Company Secretary

(Vinay Kumar Piyush)
Chief Finance Officer

Statement of Cash Flow For the Year Ended 31st March, 2019

	Current Year		Previous Year	
<u>(A) Cash Flow from Operating Activities</u>				
Net Profit Before Tax and Extraordinary Items		15897469		23182270
Adjustment For :-				
Depreciation	15211682		18393996	
Profit/(Loss) on Sale of Investment	0		(116950)	
Interest/Dividend/ Rent	(7892807)		(8725442)	
Other Non Cash Income/Exp.	0	7318875	0	9551604
		23216344		32733874
Adjustment For :-				
Trade & Other receivables	(11112445)		51142049	
Inventories	3008704		(27454941)	
Trade Payable	(7649180)	(15752921)	(1615356)	22071752
Cash Generated From Operations		7463423		54805626
Interest Paid	798693		729681	
Direct Taxes	(4905832)	(4107139)	(11201299)	(10471618)
		(4107139)		(10471618)
Cash Flow Before Extraordinary Items		3356284		44334008
Net Cash From Operating Activities (A)		3356284		44334008
<u>(B) Cash Flow From Investing Activities :</u>				
Purchase of Fixed Assets	(2591137)		(93271587)	
Purchase of Investments	(250000)		(130241)	
Sale of Investments	0		945405	
Increase in other non current assets	0		(3000)	
Interest Received	6470859		7283869	
Rent Received	979500		591000	
Dividend Received	442448		850574	
Net Cash used in investing activities (B)	5051670	5051670	(83733981)	(83733981)
<u>(C) Cash Flow From Financing Activities :</u>				
Amount Received against Calls in Arrear	2200		49500	
Proceeds from Short term borrowings	(10630200)		8069646	
Dividend & Interest Paid	(798693)		(7365903)	
Net Cash used in financi ng activities	(11426693)	(11426693)	753243	753243
TOTAL (A+B+C)		(3018739)		(38646730)
Net Increase/Descrease in Cash & cash Equivalents		(3018739)		(38646730)
Cash & cash Equivalents As at 01.04.2018		88120314		126767044
Cash & cash Equivalents As at 31.03.2019		85101575		88120314

Notes:

1. Statement of cash flows has been prepared under the indirect method as set out in the Ind AS-7 "Statement of Cash Flows" as specified in the Companies (Indian Accounting standards) Rules'2015.

2. Cash & cash equivalents includes in the statement of cash flows comprise the followings:

(a) Cash & cash equivalents disclosed under current assets (Note 8)	14221642	8980691
(b) Other bank balances disclosed under current assets (Note 9)	70879933	79139623
	85101575	88120314

3. Previous year figures have been regrouped/ reclassified where ever applicable.

For G D Dubey & Associates
Chartered Accountants
Sd/-
(G.D. Dubey)
Partner
VARANASI; 30.05.2019

(Siddharth Gupta)
CEO & Managing Director

(Ashok Kumar Kapoor)
Independent Director

(Praveen Anand Singh)
Independent Director

(R.K. Singh)
Company Secretary

(Vinay Kumar Piyush)
Chief Finance Officer

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE-1 : SIGNIFICANT ACCOUNTING POLICIES

A. STATEMENT OF COMPLIANCE:

The company's financial statement have been prepared in accordance with the provision of the Companies Act., 2013 and the Indian Accounting Standard("Ind AS") notified under the Companies (Indian Accounting Standard) Rules, 2015 issued by Ministry of Corporate Affairs in respect of section 133 read with sub-section (1) 210A of the Companies Act,1956 (1 of 1956). In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment. The financials for the previous year ended March 31,2018 of the company were the first financial statement in compliance with Ind AS. The date of transition to Ind AS was April 1, 2016.

B. BASIS OF ACCOUNTING:

The accounts have been prepared on the basis of historical cost convention and as a going concern. Accounting policies not specifically referred to otherwise are in consistent with generally accepted accounting policies. The company generally follows the mercantile system of accounting recognizing both income and expenditure on accrual basis.

C. PRESENTATION OF FINANCIAL STATEMENT:

The Balance Sheet and the Statement of Profit and loss prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013("the Act"). The statement of cash flow has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flow". The disclosure requirement with respect to items in the Balance Sheet and the Statement of the profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Accounting Standards and the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Amounts in the financial statements are presented in absolute Indian Rupee as permitted by Schedule III to the Companies Act, 2013. Per share data are presented in Indian Rupees to two decimals places.

D. REVENUE RECOGNITION:

The company generally follows the mercantile system of accounting recognizing both income and expenditure on accrual basis.

- Sales include export sales whether made directly or through third parties. Sale does not include Goods and Service Tax or any other indirect tax such as Excise Duty, VAT etc. Due to applicability of Goods and Service Tax, Export Sales is recognized when goods are dispatched from factory with export invoice and thus includes Goods under shipment.
- Interest income is accrued on a time basis and the effective interest rate.
- Dividend income is accounted in the period in which the same is received.
- Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.
- All the expenditures are recognized on accrual basis except written else otherwise in any notes. Electricity expenses are recorded on the basis of actual payment made to Electricity Board net of electricity supplied through generation made by Solar System.
- Duty Credit Script under Merchandise Export incentive Scheme/Export promotion Capital Goods/ Advance Authorisation Incentive Script Schemes are normally consumed in payments of custom duty against imports made. Entries for such consumption is made in respective purchase account on the amount of custom duty adjusted. Entries for scripts transferred are accounted for on realised value. Duty Credit Script under Merchandise Export incentive Scheme/Export promotion Capital Goods/ Advance Authorization Incentive Script Schemes receivable at the end of accounting year is accounted on estimated realizable value.

E. PROPERTY, PLANT AND EQUIPMENT(PPE):

PPE is recognized when it is possible that the future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. PPE is stated at original cost net of tax/duties credits availed, if any, less accumulated depreciation, if any.

For Transition to Ind AS, the company has elected to adopt as deemed cost, the carrying value of PPE measured as per I-GAAP less accumulated depreciation on the transition date of April 1, 2016.

PPE not ready for intended use on the date of the Balance Sheet are disclosed as "Capital Work-in-Progress".

Depreciation on fixed assets is provided to the extent of depreciable amount on written down value method based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 on single shift basis. Depreciation on additions to/deductions from, owned asset is calculated on pro rata to the period of the use.

F. INVESTMENT PROPERTY:

The company does not intend to create Property to earn rental income. The company is having rental income by renting out very small part of unused factory building on short term basis which is not a material amount, thus no property is classified separately as Investment Property.

G. INTANGIBLE ASSET:

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible asset are stated at original cost net of tax/duty credits availed, if any, less accumulated amortization. Intangible Assets are amortized on Written Down Value basis over the useful life of asset as prescribed in Schedule II of the Companies ACT'2013.

H. INVESTMENTS:

Long Term Investments are shown at cost and fluctuations in the market price of quoted shares are not provided for. Current Investments are valued at lower of cost or realizable value and any reduction in realizable value is debited to the Statement of Profit & Loss. If realizable value of current investment increases in subsequent years the increase in value of current investment to the level of the cost is credited to the Statement of Profit & Loss.

I. EMPLOYEE BENEFIT:

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia scheme, performance-linked reward falling due to wholly within twelve month of rendering services are recognized in the period in which the employee renders the related services.

Company's contribution to Provident Fund, Family Pension Fund, ESI etc. are charged to Profit & Loss Account on accrual basis.

Liability for gratuity in respect of employees is covered under the Group Gratuity Policy taken by the company from Life Insurance Corporation of India. The premium payable under the Policy, are charged to Profit & Loss Account. The short fall in the Fund, as indicated by the L.I.C. is provided for by the Company as gratuity liability.

J. INVENTORIES:

Inventories are valued on the following basis-

Raw Materials	: At average cost
Finished / Semi-finished goods	: At Average cost or market value whichever is lower
Stores, spare parts	: At Average cost and in appropriate cases charged to manufacturing expenses in the year of purchase.

K. FOREIGN CURRENCY TRANSACTIONS:

Transactions in foreign currency are accounted for in accordance with Ind AS-21. Transactions in foreign currencies are recorded at the exchange rates prevailing on the dates of the transactions. Monetary items denominated in foreign currency and outstanding at the Balance Sheet date are translated at the exchange rate prevailing at the year end and the difference arising on account of variation in exchange rate is recognized as income or expense in the year in which they arise. Non-monetary items denominated in foreign currency are carried at the exchange rate in force at the date of the transaction.

L. ACCOUNTING AND REPORTING OF INFORMATION FOR OPERATING SEGMENTS:

Operating segments are those components of the business whose operating results are regularly reviewed by the chief operating decision making body in the company to make decisions for performance assessments and resource allocation. Segment accounting policies are in line with the accounting policies of the company. The reporting of segment information is the same as provided to the management for the purpose of the performance assessments and resource allocation to the segments.

M. INCOME TAXES:

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act'1961.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the companies financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

N. BORROWING COST:

Borrowing cost that is attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of cost of such assets till such time the assets is ready for its intended use or sale. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

O. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

- Provisions are recognized when the company has a present obligation as a result of past event and a reliable estimate of amount of obligation can be made.
 - Contingent Liabilities are generally not provided for in the Accounts and are shown by way of Notes on Accounts in case of a present obligation arising from past events when it is not probable that an outflow of resources will be required to settle the obligation and no reliable estimate is possible.
 - Contingent assets are disclosed when an inflow of economic benefits is probable.
- Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

P. STATEMENT OF CASH FLOWS:

Statement of cash Flow is prepared as prescribed in Schedule III of Companies Act'2013 segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method by adjusting the net profit for prescribed items.

Q. FIRST TIME ADOPTION OF IND AS:

The company has already adopted Ind AS w.e.f. financial year 2017-18.

R. The accounting policies have been consistently followed and there has been no significant change in such policies during the year except for changes made for statutory compliance.

2. Property, Plant & Equipment & Capital Work in Progress

NAME OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	OP. BALANCE AS ON 01.04.2018	ADDITION	DEDUCTION	TOTAL	UPTO 31.03.2018	DURING THE YEAR	DEDUTION DURING THE YEAR	TOTAL	AS ON 31.03.2019	AS ON 31.03.2018
TANGIBLE ASSETS										
LEASEHOLD LAND	29843			29843				0	29843	29843
LAND	3471433			3471433	0	0		0	3471433	3471433
FACTORY BUILDING	130086630	0		130086630	62843204	6388125		69231329	60855301	67243426
FURNITURE AND FIXTURES	11713740	37486		11751226	10613652	247668		10861320	889906	1100088
PLANT AND MACHINERY	78287091	267681		78554772	52204952	4828959		57033911	21520861	26082139
ELECTRICAL EQUIPMENTS	25411314			25411314	17372162	2072724		19444886	5966428	8039152
OFFICE EQUIPMENTS	902940	9300		912240	833337	16138		849475	62765	69603
VEHICLES	23294449	34720		23329169	19733672	975399		20709071	2620098	3560777
COMPUTER	6458678	117456		6576134	6039013	142738		6181751	394383	419665
FURNACES	1708349			1708349	1673863	0		1673863	34486	34486
MOBILE PHONE	521243	142828		664070	258273	133280		391553	272517	262970
EFFLEUNT TREATMENT DISPOSAL SYSTEM	4091728			4091728	1845037	406651		2251688	1840040	2246691
Sub Total	285977437	609471	0	286586908	173417165	15211682	0	188628847	97958061	112560272

INTANGIBLE ASSETS

SOFTWARE	826747			826747	785410	0		785410	41337	41337
Sub Total	826747	0	0	826747	785410	0	0	785410	41337	41337

CAPITAL WORK IN PROGRESS

W-I-P	88370130	1981666	0	90351796		0		0	90351796	88370130
Sub Total	88370130	1981666	0	90351796	0	0	0	0	90351796	88370130



	31.03.2019	31.03.2018
INVESTMENTS		
Investment in Equity Instruments	243310	243310
(a) Quoted Investments	31218430	30968430
(b) Others	31461740	31211740

ANNEXURE TO NOTE -3

NON-CURRENT INVESTMENTS	No. of shares	Face Value	31.03.2019	31.03.2018
<u>In Equity Shares - UnQuoted</u>				
BBL Beads Ltd-Share	87500	10.00	1125000	875000
Banaras Bead Business Pvt Ltd.	50000	100.00	30000000	30000000
India Exposition Mart Ltd.	9343	10.00	93430	93430
<u>(I) In Equity Shares - Quoted</u>				
Pertech Computers Ltd.	600	10.00	36000	36000
Elbee Services Ltd.	100	10.00	14000	14000
Kabson Industries Ltd.	1300	10.00	13000	13000
Bholanath International Ltd.	300	10.00	6020	6020
Ideal Carpets Ltd.	300	10.00	2252	2252
M.P.Telelink Ltd.	500	10.00	5000	5000
Rungta Irrigation Ltd.	600	10.00	36797	36797
Benaras Hotels Ltd	100	100.00	130241	130241
Total			31461740	31211740

Aggregate Cost of Quoted Investment-
(Rs 243310, Previous Year 243310)

(Market value Rs 236927 Previous Year Rs 201793)

Aggregate Cost of Un-Quoted Investment-
(Rs 31218430, Previous Year Rs.30968430)
Refer note 35

DEFERRED TAX ASSETS	4		
Related to Fixed Assets (Difference between book depreciation & tax depreciation)		0	0
		0	0

OTHER NON-CURRENT ASSETS	5		
Unsecured Security Deposits, considered goods		1049767	1049767
		1049767	1049767

INVENTORIES	6		
(As Taken , Valued as per policy stated in point 5 of Accounting policies and Certified by the Management,)			
Raw Material		31920138	31176895
Finished Goods		97863197	101391843
Packing Material		5933559	5940010
Stores & Spares		1925238	2142087
Total		137642132	140650835

TRADE RECEIVABLES	7		
Unsecured, Considered good by the management		7048925	7886749
Total		7048925	7886749



CASH & CASH EQUIVALENTS

8

Balance with Banks

12791670 8230531

Cash in Hand (As certified by the management)

1429972 750160

Total

14221642 8980691

Other Bank Balances

9

Fixed Deposit with Bank

67198070 75021850

Earmarked Balance With Bank (For Unclaimed Dividend)

3681863 4117773

Total

70879933 79139623

LOANS

10

Unsecured, Considered Good by the Management

Loan to Related Parties

0 0

Loan to Others

14476113 3028266

14476113 3028266

OTHER ADVANCES

11

Unsecured, Considered Good by the Management

(Recoverable in Cash or in Kind or value to be received)

Advance to Suppliers & Others

4046891 1723515

Export Incentive Receivables

4190982 2442846

Unsecured, Considered Doubtful by the Management

Advance to Suppliers & Other (Doubtful)

1594355 1594355

Total

9832228 5760716

CURRENT TAX ASSETS

12

Advance Payment for Taxes (Net)

610030 1527480

Claim of GST/VAT

4376456 7217557

4986486 8745037

OTHER CURRENT ASSETS

13

Prepaid Expenses

1193493 989452

Postage Imprest

596 8871

1194089 998323

SHARE CAPITAL

14

AUTHORISED CAPITAL

1,20,00,000 Equity Share of Rs. 10/- Each

120000000 120000000

ISSUED SUBSCRIBED & FULLY PAID UP SHARE CAPITAL

6636222 Equity Shares of Rs. 10/- Each Fully paid -up

66362220 66362220

Less: Unpaid Calls

223000 223500

Total

66139220 66138720



	31.03.2019	31.03.2018
Shareholders holding more than 5% shares	No.	No.
	(%)	(%)
Ashok Kumar Gupta	863402	863402
	(13.01)	(13.01)
Ashok Kumar Gupta (HUF)	544920	544920
	(8.21)	(8.21)
Rekha Gupta	739830	739830
	(11.15)	(11.15)
Ram Gulam Kanhaiya Lal Charitable Trust	1072010	1072010
Prashant Gupta/Ashok Kumar Gupta(Joint Holders)	(16.15)	(16.15)
	472540	472540
	(7.12)	(7.12)
Shivani Gupta	350110	350110
	(5.28)	(5.28)
Siddharth Gupta	701000	701000
	(10.56)	(10.56)
<u>OTHER EQUITY</u>		
<u>A. GENERAL RESERVE</u>		
Opening Balance.	17350000	17350000
Transferred During the Year	0	0
Sub Total	17350000	17350000
<u>B. Securities Premium Reserve</u>		
	224765500	224765500
Less : Unpaid Calls	1553200	1554900
Sub Total	223212300	223210600
<u>C. SURPLUS OF PROFIT & LOSS</u>		
Balance as per Last Account	135428211	129606277
Net Profit After Tax	11551624	13828335
Less: Transferred to General reserve	0	0
Dividend Paid	0	6636222
Tax on Dividend Paid	0	1350979
Taxes of Earlier Years	49526	19200
Sub Total	146930309	135428211
Total	387492609	375988811
<u>DEFFERED TAX LIABILITIES</u>		
Related to Fixed Assets	177809	681964
(Difference between book depreciation & tax depreciation)		
Total	177809	681964
<u>Borrowings</u>		
Secured Loans from Bank-Repayable on demand		
a)Yes Bank Packing Credit Foreign Currency Loan	0	19030200
(Secured against Fixed Deposits of the Bank)		
b) Kotak Bank-Packing Credit Indian Currency	8400000	0
(Secured against All existing & future Current Assets, Fixed Deposits of the Bank & Building (Plot No A-1) situated at Industrial Estate, Varanasi.)		
Total	8400000	19030200
<u>TRADE PAYABLE</u>		
Trade Payable	2715175	3353740
Total	2715175	3353740



OTHER FINANCIAL LIABILITIES

19

Other Liabilities	4203901	2972367
Unclaimed Dividend	3681863	4117773
Total	7885764	7090140

OTHER CURRENT LIABILITIES

20

Advance from Customers	6905809	14742611
Total	6905809	14742611

PROVISIONS

21

Provisions for Income Tax (Net)	0	0
Provisions for Gratuity	1427863	1397300
Total	1427863	1397300

REVENUE FROM OPERATIONS

22

SALES OF PRODUCTS

Export Sales	143452744	118913516
Domestic Sales	20450783	109415777
Sub Total	163903527	228329293

OTHER OPERATING REVENUE

Focus /VKUY License Transfer	6785925	4301123
Export Incentive & Other Benefits	2340805	1548071
Exchange Rate Difference/Forward Contract Income	86587	3613734
Sub Total	9213317	9462928
Total	173116844	237792221

OTHER INCOME

23

Interest Income	6470859	7283869
Dividend	442448	850574
Net Gain on Sale of Investment	-	116950
Rent	979500	591000
Sundry balance W/Back	62225	267275
Interest on Refund of Income Tax	39974	0
Misc.Other Income	369357	474743
Total	8364363	9584410

COST OF MATERIAL CONSUMED

24

OPENING STOCK

Raw Material	31176895	52149948
Stores & Consumables	2142087	2260010
Packing Material	5940010	3309068
Sub Total	39258992	57719026

PURCHASES

Raw Material	9328202	12477798
Semi Finished Goods	46504622	128434331
Packing Material	7920151	6437613
Stores & Consumables	2187073	2818639
Sub Total	65940048	150168381

CLOSING STOCK

Raw Material	31920138	31176895
Stores & Consumables	1925238	2142087
Packing Materials	5933559	5940010

Sub Total
39778935 39258992
Cost of Material Consumed
65420106 168628415
**Changes in inventories of finished goods,
work-in-progress and Stock-in-Trade**
25
OPENING STOCK

Finished / Semi Finished Goods	101391843	51502911
Export Merchandise in Transit	0	3973957

Sub Total
101391843 55476868
CLOSING STOCK

Finished / Semi Finished Goods	97863197	101391843
Export Merchandise in Transit	0	0

Sub Total
97863197 101391843
(Increase)/Decrease
3528646 -45914975
MANUFACTURING EXPENSES
26
**Bead & Handicraft Manufacturing & Finishing
Expenses**
9179479 13183681
Power & Fuel
5714015 4394541
Freight,Custom Duty & Clearing Exp
1734402 2424659
Sub Total
16627896 20002881
EMPLOYEE BENEFIT EXPENSE
27
Salaries & Wages
27407779 25141328
Bonus to Employees
3530516 3291724
Providend Fund & ESI
3621534 3498065
EDLI, Training and Gratuity
1793717 1846109
Staff Welfare Expenses
306414 351482
Total
36659960 34128708
FINANCIAL COST
28
Interest paid to bank
798693 729681
Bank Charges
804904 26424
**Exchange Rate Difference & Forward Contract for
Bank Loan**
1399340 0
Total
3002937 756105
OTHER EXPENSES
29
EXPORT & SELLING EXPENSES
Foreign Traveling Expenses 4523950 7801101
**Export / Local Freight, Shipping & Selling
Expenses**
8276438 7237793
Trade Fair exp
1297571 2334929
Local Traveling Expenses
876298 1039710
Sub Total (a)
14974256 18413533
REPAIR & MAINTENANCE
Building 21810 637290
Machinery 1091929 932307
Vehicle & Others 2326500 1237363
Sub Total (b)
3440239 2806960



ADMINISTRATIVE EXPENSES

Insurance	957061	946449
License & Fees	135930	352085
Membership & Subscription	53820	40668
Communication Charges	315387	506650
Conveyance Charges	41477	30451
Printing & Stationery	368530	468073
Professional & Legal Expenses	1217240	1102098
Share Listing, Depository & Registrar Exp	938610	625490
Vehicle Running & Maintenance	666964	631535
Director Sitting Fees	54000	57000
Postage exp	132579	215875
Expenses on Corporate Social Responsibility	0	851000
Exchange rate diff	842584	0
Others	864583	1026364
Payment to Auditor		
As Auditor	75000	75000
For Tax/VAT Audit Fees	20000	20000
For Certification / Quarterly Review Fees	34250	30000
Sub Total (c)	6718015	6978738
Total (a+b+c)	25132511	28199231

30. Disclosure related to Provisions, Contingent Liabilities/Assets pursuant to Ind AS 37:

- (i) Letter of credit opened with Banks : Rs. NIL (Previous year: Rs. NIL)
- (ii) Bank Guarantees outstanding : Rs. NIL (Previous Year-Rs. NIL)
- (iii) Contingent Liabilities for Taxes and Duties :

Nature of Liability	Amount in Lacs Rs.	Remarks
Income Tax for A.Y. 2014-15	37.64	Demand is raised due to apparent calculation mistake in demand calculation by the department. Application for rectification of error has been filed and is pending.

31. Disclosure of Related Party Transaction pursuant to Ind AS 24:

The Company has identified all related parties and details of transactions are given below. No provision for doubtful debts or advances is made. All the transactions have been made at Arm's Length Basis (where ever applicable).

Details of Transactions:

Sl. No	Name	Nature of Relation	Nature of Transaction	31.03.2019		31.03.2018	
				Transaction	Outstanding	Transaction	Outstanding
1	Key Managerial Personnel						
	Ashok Kumar Gupta	Director (Executive)	Remuneration	2405400	0	2400000	0
	Siddharth Gupta	Director (Executive)	Remuneration including P.F.	1666560	0	1666560	0
	Shalini Chandra	Director (Executive)	Remuneration including P.F.	672000	0	672000	0
	Ramesh Kumar Singh	Company Secretary	Remuneration including P.F.	794880	0	794880	0
	Jai Singh	Chief Finance Officer	Remuneration including P.F.	213928	0	493680	0
2	Independent Directors						
	Ashok Kumar Kapoor	Independent Director	Sitting Fees	18000	0	19000	0
	Praveen Singh	Independent Director	Sitting Fees	18000	0	19000	0
	Tanmay Deva	Independent Director	Sitting Fees	18000	0	19000	0
3	Banaras Beads Exports Ltd	Shareholder	Sales		0	1236803	0
			Purchase		0	766088	0
			Interest received		0	114082	0
			Loan Transaction		0	10868144	0
			Advance transaction	735000	0	100000	0
4	Banaras Glass Beads Limited	Director and shareholder	Sales		0	8980816	0
			Purchase	1904543	0	7301184	0
5	Mathur Vaishya Jan Kalyan trust	Trustee	Expenses	363629	0	38970	0
			CSR expenses	0	0	851000	
6	BBL Beads Limited	Director and shareholder	Share Allotment	0	875000	0	875000
			Rent Security	0	450000	0	450000
7	Mangalam Hospitality India Limited	Director and shareholder		0	0	0	0
8	R.K. Impex Pvt Limited	Director		0	0	0	0
9	Nandi Export Pvt. Ltd	Director		0	0	0	0
10	Banaras Beads Business P. Ltd	Director and shareholder		0	0	0	0
11	Taurus Construction Pvt. Ltd.	Director		0	0	0	0
12	Omini Marketing Pvt. Ltd.	Director and shareholder		0	0	0	0
13	Industrial Auto Mobiles & Fuels Ltd.	Director and shareholder	Expenses	0	0	151200	0



14	Sanwaria Trade-Link Pvt. Ltd.	Director		0	0	0	0
15	Ram Gulam Kanhaiya Lal Charitable trust	Managing Trustee/Trustee	Donation	1000	0	0	0
16	Kala Prakash Society		Donation	165000	0	443948	0

32. **Expenditure on Corporate Social Responsibility(CSR):**

No amount is expended in CSR during the year (previous year – nil) as the company is not required to expend any amount under section 135 of the Companies Act 2013 read with Rules made there under.

33. **Disclosure related to Lease pursuant to Ind As 17:**

The company has not given any of its assets on Lease, hence disclosure as Lessor is not required.

The company has acquired Leasehold Land from Industry Department of Uttar Pradesh Government through transfer for which Rs. 29843 is paid for premium and capitalised. No amount is payable to the Lessor.

34. **Disclosure related to Non Current Assets held for Sale pursuant to Ind As 105:**

The company is not having any non current asset for the purpose of sale and hence no disclosure is required.

35. **Disclosure related to Financial Instruments:**

The company recognized financial assets and financial liabilities when it becomes a party to the contractual provisions of the instruments. All financial assets and liabilities are initially measured at transaction price. Transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liability, which are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

i) **Foreign exchange rate risk:**

In general, the company is a net receiver of foreign currency. Accordingly, changes in exchange rates, and in particular a strengthening of the Indian Rupee, will negatively affect the Company's net sales and gross margins as expressed in Indian Rupee. There is a risk that the Company may have to adjust local currency product pricing due to competitive pressures when there have been significant volatility in foreign currency exchange rates.

ii) **Interest rate risk:**

The Company's exposure to changes in interest rates relates primarily to the Company's outstanding floating rate debt. The Company's outstanding debt in local currency is on floating rate. There was a portion of debt that was linked to international interest rate benchmarks like LIBOR, which has since been paid.

Since the borrowings are small in comparison to total investments and interest expenditure is very small in comparison to total expenditure, the company does not foresee any material risk due to change in interest rate in future.

The exposure of the Company's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31 st March, 2019	As at 31 st March, 2018
Borrowing	8400000	19030200

iii) **Liquidity risk management:**

The Company manages liquidity risk by maintaining sufficient cash and marketable securities and by having access to funding through an adequate amount of committed credit lines. Given the need to fund diverse businesses, the Company maintains flexibility in funding by maintaining availability under committed credit lines to meet obligations when due. Management regularly monitors the position of cash and cash equivalents vis-à-vis projections. Assessment of maturity profiles of financial assets and financial liabilities including debt financing plans and maintenance of Balance Sheet liquidity ratios are considered while reviewing the liquidity position.

iv) **Credit risk management:**

The Company's customer profile includes large number of Foreign Customers and some indigenous Customers. Hence the company is having vast customer base thus Company's customer credit risk is low. General payment terms include mobilisation advance and part is on credit to be realisable within 12 months. The Company has a detailed review mechanism of overdue customer receivables at various levels within organisation to ensure proper attention and focus for realisation.

v) No material amount of financial assets or liabilities are written off during the period.

vi) The contractual maturities of significant financial assets and liabilities outstanding as at 31st March, 2019 is one year.

vii) Details related to investment in quoted equity share.

Name of Company	31.03.2019				31.03.2018			
	No. of shares	Face value	Cost	Market value	No. of shares	Face value	Cost	Market value
Pertech Computers Ltd.	600	10.00	36000	36000	600	10.00	36000	36000
Elbee Services Ltd.	100	10.00	14000	14000	100	10.00	14000	14000
Kabson Industries Ltd.	1300	10.00	13000	5070	1300	10.00	13000	6721
Bholanath International Ltd.	300	10.00	6020	6020	300	10.00	6020	6020
Ideal Carpets Ltd.	300	10.00	2252	2252	300	10.00	2252	2252
M.P.Telelink Ltd.	500	10.00	5000	5000	500	10.00	5000	5000
Rungta Irrigation Ltd.	600	10.00	36797	12000	600	10.00	36797	16800
GHCL Ltd.	0							
ICICI Bank Ltd	0							



Benaras Hotels Ltd	100	100.00	130241	156585	100	100.00	130241	115000	
Total			243310	236927	Total			243310	201793

- * All the investments are stated in the Financial Statement at cost.
- * Market value of shares are taken at last available rate on Stock Exchange.
- * In respect of stock not traded on Stock Exchanges, the cost value is taken as market value.

36. Disclosure related to Operating Segment pursuant to Ind AS 108:

The company main business is manufacturing and export of Handicrafts items like Glass and other Beads, Necklaces, Imitation Jewelry etc. All those items form just one segment. All other revenues are not significant to be considered as separate segments. As the company has its commercial activity mainly at Varanasi, hence separate geographical segment wise reporting is not done. The company has received more than 10% of its revenue from two customers amounting to Rs. 585.11 lacs (352.22 and 232.89) , (previous year Rs. 281.48 lacs from one customer).

37. Disclosure related to Income Tax pursuant to Ind AS 12:

Major components of tax expenses/income as shown in Statement of Profit and Loss is as below:-

a. Income Tax Expenses

	31.03.2019	31.03.2018
Current tax on profits for the year	4850000	7150000
Deferred Tax	-504155	2203935
Income tax expenses recognised in profit & loss statement	4345845	9353935

b. Reconciliation of Tax expenses and the Accounting profit multiplied by Indian tax rate:

Profit before tax	15897469	23182270
Corporate tax rate	27.82%	27.55%
Tax on Accounting profit	4422675	6387295
(i) Tax on income exempt from tax		
(A) Dividend income	123089	234354
(ii) Tax on expenses not tax deductible:		
(A) CSR expenses	0	234472
(B) Donation (50%)& Gratuity Provision	31594	61159
(iii) Tax Effect of Depreciation excess claimed in books	504155	699800
Tax Expense (Net)	4835335	7148372
Tax Expense Rounded off & recognised during the year	4850000	7150000

c. Reconciliation of deferred tax (assets)/liabilities:

		(Rs.)	
Sl. No.	Particulars	2018-19	2017-18
(a)	Opening balance as at April 1	681964	(1521971)
(b)	Tax (Income)/expense during the period recognized in:		
	(i) Statement of Profit and Loss in Profit or Loss section	(504155)	2203935
	(ii) Statement of Profit and Loss under OCI section	0	0
	(iii) Retained earning	0	0
	Closing balance as at March 31	177809	681964

38. Disclosure related to Employees Benefit pursuant to Ind As 19:

- (i) Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia scheme, performance-linked reward falling due to wholly within twelve month of rendering services are recognized in the period in which the employee renders the related services.
- (ii) Company's contribution to Provident Fund, Family Pension Fund, ESI etc. are charged to Profit & Loss Account on accrual basis.
- (ii) Liability for gratuity in respect of employees is covered under the Group Gratuity Policy taken by the company from Life Insurance Corporation of India. The premium payable under the Policy, are charged to Profit & Loss Account. The short fall in the Fund amounting to Rs. 14.28 lacs (previous year 13.97 lacs) is provided for by the Company as gratuity liability as on reporting date.

39. Earnings per share:

Basic and diluted earnings per share pursuant to Ind As 33 are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number by equity shares. The Company does not have any outstanding diluted potential equity shares. Consequently the basic and diluted earnings per share remain the same.

	2018-2019	2017-2018
Net Profit attributable to shareholders (Rs.) :	11551624	13828335
Weighted average numbers of equity shares :	6636222	6636222
Basic earnings per share of Rs. 10/- each (Rs.) :	1.74	2.08

40. Separate Financial Statements:

The company is not having any Subsidiary Company, Joint Venture Company and associates and hence no separate disclosure pursuant to Ind AS 27 is made.

41. Disclosure pursuant to Ind AS 101 First Time Adoption of Indian Accounting Standards :

The company has already adopted Ind AS w.e.f. financial year 2017-18.

42. Remuneration to Directors and Key Managerial Personnel :

	Current Year (Rs.)	Previous Year (Rs.)
A. Chairman & Managing Director (Ashok Kumar Gupta)		
Salaries	2400000	2400000
Contribution to Provident Fund	5400	0
B. CEO & Managing Director (Siddharth Gupta)		
Salaries	1488000	1488000
Contribution to Provident Fund	178560	178560
C. Executive Director (Shalini Chandra)		
Salaries	600000	600000
Contribution to Provident Fund	72000	72000
D. Chief Finance Officer (Jai Singh)		
Salaries	192400	444000
Contribution to Provident Fund	21528	49680
E. Company secretary (R.K. Singh)		
Salaries & Allowances	720000	720000
Contribution to Provident Fund	74880	74880

43. The export sales include Goods dispatched but under shipment upto 31.3.2019 amounting to Rs. 16.53 lacs (Previous Year 6.21 lacs). Prior to introduction of Goods & Service Tax Act Goods under shipment was not treated as Export (Sale), but as per requirement of Goods & Service Tax Act this change in accounting principle was made. However there is no impact on profitability of the company due to this change.

44. Amount of closing balance as per bank in dedicated dividend payable account has been taken as unclaimed dividend of Rs. 3681863 (previous year Rs. 4117773). The amount does not include amount of demand drafts issued but not en cashed by the shareholders.

45. Rs.1594355 paid to suppliers as advance has been shown as doubtful assets. No provision against the outstanding is made as in the opinion of the management, amount will be recovered in full.

46. 2.51 Hectare land of the company situated at Village Karna Dandi and Bairion, near Tandia, Varanasi have been acquired by Varanasi Development Authorities in Transport Nagar Scheme and the company has challenged the Acquisition order before Hon'able Allahabad High Court and Status Quo has been ordered by the Hon'able High Court. The company is still in possession of the land.

47. PENDING PETITION WITH NCLT:

The Special Leave Petition vide no. 25165-25166/2007 filed by Shri Ajit Kumar Gupta and others against Hon'ble CLB order dt. 04.07.2007 and 03.08.2007 in the matter of C.P. No. 14/99, CP No. 14/111/1999, 15/111/1999 and 1/111/2001 had been disposed off by Hon'ble Supreme Court on 11.04.2018. The company had already complied and executed above order of Hon'ble CLB by 05.09.2007 and nothing is pending to be complied by the company and accordingly disclosed in Annual Report made thereafter. However Mr. Raj Kumar Gupta, ex-director of the company, who had not challenged CLB orders now filed an Execution Petition No. 42/2018 before Hon'ble NCLT to get property of the company situated at Expo Mart, Greater NOIDA , which was neither part of CLB Petition No. 14/1999 nor mentioned in the list of properties to be transferred to 1st Petitioner (Mr. Raj Kumar Gupta group) in CLB final order dt. 04.07.2007 and modified order dt. 03.08.2007. Mr. Raj Kumar Gupta Ex-director of the company had already made an application to get this property before Hon'ble Supreme Court in SLP No. 935-936/2010 and Hon'ble Supreme Court finally dismissed the SLP with all pending applications. The present Execution Petition 42/2018 filed by Mr. Raj Kumar Gupta before Hon'ble NCLT Allahabad is pending.. The Management does not reasonable expect that the Execution Petition, when ultimately concluded and determined, will have a material and adverse effect on the Company's results of operations or financial condition.

48. Un-claimed dividend of 2011-12 amounting to Rs. 219250 and corresponding 87700 shares have not been transferred to IEPF on account of pending execution of CLB order dt. 04.07.2007 , 03.08.2007 and 14.09.2007 pending compliance by Petitioners.

49. MISCELLANEOUS NOTES ON ACCOUNTS:

- There are no small scale industrial undertakings (who has informed their SME status to the company) to whom the Company owes a sum exceeding the prescribed limit which is outstanding for more than the prescribed during the year.
- The Management has conducted physical verification of stocks at reasonable intervals and discrepancies noticed on such verification have been properly dealt with as per Ind AS -2 pertaining to valuation of inventories.



- iii) There is an adequate internal control procedure and internal audit system commensurate with the size of the company and the nature of its business. The Directors have been making consistent efforts to improve such procedures and systems keeping in view the needs of business and experience gained.
- iv) Balance of Sundry Debtors, Creditors and Loans and Advances shown in the accounts are subject to confirmation by the parties concern.
- v) In the opinion of the Directors, Currents Assets, and Loans and Advances are approximately of the value, which, if realised, in the ordinary course of business, will not be less than the figure stated in the books of accounts.
- vi) The Calls in arrears of Share Capital amounting to Rs.223000 and of Share Premium amounting to Rs. 1553200 are outstanding since long. None of these amounts relate to the directors or their relatives. The Management has decided not to forfeit such shares for the time being.
- vii) Previous year's figures have been regrouped/ rearranged/ reclassified wherever necessary to make them comparable with the figures of the current year.



Shareholders holding shares in Physical mode are requested to submit given below nomination form (in duplicate), duly filled and signed after attaching the required documents to RTA-

NOMINATION FORM

[Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014]

To
M/s Mas Services Ltd,
(Unit of Banaras Beads Limited)
T-34, 2nd Floor, Okhla Industrial Area,
Phase - II,
New Delhi - 110 020
Ph: - 26387281/82/83 Fax:- 26387384

I/Wethe holder(s) of the.....Shares against Folio No.....bearing share certificate no.....and having distinctive nos. from.....to..... wish to make nomination and do hereby nominate the persons whose details are as under in whom shall vest all my/our rights in respect of the aforesaid shares in the event securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death.

My email address is
My contact no. is my active bank account particulars is as per the copy of the unsigned cheque leaf attached and I am attaching the self-attested copy (ies) of My/our Pan Card.

Name, address and signatures of the shareholder(s)

1

2

3

Name, address, signature and contact number of the Witness

1

2

PARTICULARS OF NOMINEE

Name	
Date of Birth	
Father/Mother/Spouse Name	
Occupation	
Nationality	
Address of the Nominee	
Email ID of the Nominee	
Relationship with the shareholder	
Applicable only if the Nominee is minor	
Date of attending majority	
Name of the Guardian	
Address of the Guardian	
Email Id of the Guardian	
Contact details of the Guardian	



Shareholders holding shares in Physical form and not updated bank account detail to the RTA of the company requested, they are requested to submit given below bank updation form, duly filled and signed after attaching the required documents to RTA-

.....

Mandate for electronic Communication and Direct Credit of dividend in Bank account

I/Wehereby authorise you to update the following e-mail ID/Contact details/Bank Account details for receipt of communication in electronic mode and for crediting the dividend amount directly in my Bank account.

E-mail ID :

1. Folio No. :

2. Name of the Bank :

3. Name of the Branch :

4. Account No. :

5. Account Type (Saving/Current) :

6. 9 digit Code No. :

7. 11 digit IFSC Code :

8. My Mobile No.

I/We shall inform to the Registrar of the Company M/s Mas Services Ltd. as and when any changes in my e-mail or bank detail. I/we are enclosing the cancel cheque and self-attested copy of my PAN.

Mail to RTA of the Company:

(signature of the shareholder)

To
M/s Mas Services Ltd,
(Unit of Banaras Beads Limited)
T-34, 2nd Floor, Okhla Industrial Area,
Phase - II,
New Delhi - 110 020
Ph: - 26387281/82/83 Fax:- 26387384
E-mail- info@masserv.com



BANARAS BEADS LIMITED

REGISTERED OFFICE: A-1, INDUSTRIAL ESTATE VARANASI - 221 106

CIN NO. L01131UP1980PLC004984

Tel.# : 0542-2370161-2370164 Fax.# : 0542-2370165

E-mail rk Singh@banarasbead.com, Website: www.banarasbead.com

ATTENDANCE SLIP

(To be presented at the entrance)

39th ANNUAL GENERAL MEETING ON THURSDAY, AUGUST 8, 2019 AT 3.00 P.M. AT A-1, INDUSTRIAL ESTATE, VARANASI - 221 106

Folio No. _____ DP ID No. _____ Client ID No. _____

Name of the Member _____ Signature _____

Name of the

Proxyholder _____ Signature _____

1. Only Member/Proxyholder can attend the Meeting.

2. Member/Proxyholder should bring his/her copy of the Annual Report for reference at the Meeting.

----- (TEAR HERE) -----

BANARAS BEADS LIMITED

REGISTERED OFFICE : A-1, INDUSTRIAL ESTATE VARANASI - 221 106

CIN NO. L01131UP1980PLC004984

Tel.# : 0542-2370161-2370164 Fax.# : 0542-2370165

E-mail rk Singh@banarasbead.com, Website: www.banarasbead.com

PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s) :

Registered address :

E-mail Id :

Folio No. / Client ID No. : DP ID No.

I / We, being the member(s) of Shares of Banaras Beads Limited, hereby appoint

1. Name: E-mail Id:

Address:

..... Signature:

or failing him

2. Name: E-mail Id:

Address:

..... Signature:

or failing him

3. Name: E-mail Id:

Address:

..... Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the thirty eight Annual General Meeting of the Company to be held on Thursday, August 8, 2019 at 3.00 p.m. at A-1, Industrial Estate, Varanasi-221106 and at any adjournment thereof in respect of such resolutions as are indicated below:

1. To receive, consider and adopt (a) the Audited Financial Statements of the Company for the financial year ended March 31, 2019, together with the Reports of the Board of Directors and the Auditors thereon; and (b) the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2019, together with the Report of the Auditors thereon.

2. To appoint a director in place of Shri Siddharth Gupta (DIN No. 00342369), who retires by rotation and being eligible, offers herself for re-appointment as director.

Ordinary resolution:

3. Re-appointment of Mr. Siddharth Gupta (DIN: 00342369) as CEO & Managing Director.

Signed this day of 2019

Signature of shareholder..... Signature of Proxy holder(s).....

NOTES: 1. This Form in order to be effective should be duly completed and deposited at the Registered Office of the Company at A-1, Industrial Estate, Varanasi -221106, not less than 48 hours before the commencement of the Meeting.

2. Those Members who have multiple folios with different joint holders may use copies of this Attendance slip/Proxy.

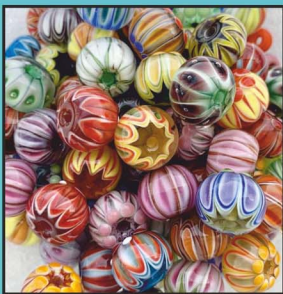
**Affix One
Rupee
Revenue
Stamp**



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Making Press Beads from Semi Automatic machines



From Time to Time Company will participate Jewelry Fairs in various parts of worlds.

BOOK-POST

To,

If undelivered please return to :

BANARAS BEADS LIMITED
(AN EXPORT HOUSE RECOGNISED BY GOVERNMENT OF INDIA)

A-1, Industrial Estate, Varanasi - 221106 (U.P.) India
Phones : 0542-2370161-64 (4 Lines)



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