



Bonlon Industries Limited

Formerly known as : Bonlon Industries Private Limited and Bon Lon Steels Private Limited

MANUFACTURERS • MERCHANT EXPORTER • WHOLE SALE TRADERS

CIN: U27108DL199 8PLC097397

To

Dt: 07.09.2021

BSE Ltd.
Regd. Office: 25th Floor,
P.J. Towers, Dalal Street,
Fort, Mumbai -400 001

Ref: Scrip Code-543211, ISIN No- INE0B9A01018

Subject: NOTICE OF 24TH ANNUAL GENERAL MEETING AND ANNUAL REPORT FOR THE FY 2020-21

Dear Sir/ Madam,

This is to inform you that the 24th Annual General Meeting of the members of the Company will be held on Thursday, 30th September, 2021 at 01:00 P.M. through Video Conferencing ("VC") / Other Audio-Visual Means (OAVM"), to transact the business(s) as specified in AGM Notice, pursuant to circulars issued by the Ministry of Corporate Affairs (MCA) and the Securities and Exchange Board of India (SEBI).

Pursuant to Regulation 30, 34 and all other applicable provisions, if any, of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the copy of Annual Report of the Company along with the Notice of the AGM for the Financial Year 2020-21 which is being sent to all the members of the Company whose email addresses are registered with the Company or Depository Participant(s) in compliance with relevant circulars issued by Ministry of Corporate Affairs and the Securities and Exchange Board of India.

The copy of Annual Report 2020-21 along with the Notice of AGM is also available on Company's website www.bonlonindustries.com.

This is for your information and records.

For Bonlon Industries Limited

(Naveen Kumar)

Company Secretary & Compliance Officer

M.NO. A-33304





BONLON INDUSTRIES LIMITED

24TH ANNUAL REPORT
(2020-2021)

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CORPORATE INFORMATION

❖ BOARD OF DIRECTORS:

- Mr. Raj Jain - Chairman & Managing Director
- Mr. Arun Kumar Jain – Whole Time Director
- Mrs. Smita Jain- Non Executive Director
- Mr. Parveen Kumar Jain - Independent Director
- Mrs. Bela Khattar Chauhan - Independent Director
- Mr. Anil Kumar Jain- Additional Independent Director

❖ KEY MANAGERIAL PERSONNEL:

- Mr. Raj Jain - Chairman & Managing Director
- Mr. Arun Kumar Jain- Whole Time Director
- Mr. Ankit Gupta– Chief Financial Officer
- Mr. Naveen Kumar– Company Secretary & Compliance Officer

❖ AUDIT COMMITTEE:

- Mrs. Bela Khattar Chauhan - Chairman
- Mr. Parveen Kumar Jain - Member
- Mr. Arun Kumar Jain - Member

❖ STAKEHOLDERS RELATIONSHIP COMMITTEE:

- Parveen Kumar Jain - Chairman
- Mrs. Bela Khattar Chauhan -Member
- Mr. Arun Kumar Jain - Member

❖ NOMINATION & REMUNERATION COMMITTEE:

- Mrs. Bela Khattar Chauhan - Chairman
- Mr. Parveen Kumar Jain - Member
- Mrs. Smita Jain - Member

❖ CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

- Mrs. Bela Khattar Chauhan - Chairman
- Mr. Parveen Kumar Jain - Member
- Mr. Arun Kumar Jain - Member

❖ INDEPENDENT AUDITORS:

M/s. Gaur & Associates
(Chartered Accountants)
107, Laxmideep Building,
Laxmi Nagar District Centre,

New Delhi- 110092

❖ **SHARE TRANSFER AGENTS:**

Bigshare Services Private Limited

1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis Apartments (Next To Keys Hotel),
Marol Maroshi Road, Andheri East, Mumbai 400059

❖ **BANKERS:**

➤ **Bank of India**

66, Janpath,
New Delhi- 110001.

➤ **HDFC Bank Limited**

G-34, Suryakiran Building,
19, Kasturba Gandhi Marg,
New Delhi-110001.

❖ **REGISTERED OFFICE:**

7A/39(12- First Floor), WEA Channa Market,
Karol Bagh, New Delhi-110005
Telephone : 011- 47532792
Email: cs@bonlonindustries.com
Website: www.bonlonindustries.com

❖ **LISTED IN STOCK EXCHANGES:**

BSE Limited (SME Platform)
Scrip ID: BONLON
ISIN: INE0B9A01018
Scrip Code: 543211

❖ **24TH ANNUAL GENERAL MEETING OF
BONLON INDUSTRIES LIMITED**

Date: 30th September, 2021

Time: 01:00 P.M

BONLON INDUSTRIES LIMITED

Regd. Office: 7A/39 (12-F.F.), W.E.A. Channa Market, Karol Bagh, New Delhi – 110005
Ph: 011-47532792, Fax: 011-47532798, E-mail: cs@bonlonindustries.com
CIN: L27108DL1998PLC097397

NOTICE

24TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 24TH ANNUAL GENERAL MEETING OF THE MEMBERS OF BONLON INDUSTRIES LIMITED WILL BE HELD ON THURSDAY, THE 30TH DAY OF SEPTEMBER, 2021 AT 01:00 P.M. THROUGH VIDEO CONFERENCING (“VC”)/ OTHER AUDIO VISUAL MEANS (“OAVM”) TO TRANSACT THE FOLLOWING BUSINESSES. THE VENUE OF THE MEETING SHALL BE DEEMED TO BE THE REGISTERED OFFICE OF THE COMPANY SITUATED AT 7A/39(12 FIRST FLOOR), WEA CHANNA MARKET, KAROL BAGH, NEW DELHI - 110005.

ORDINARY BUISNESS:

1. To receive, consider and adopt the Standalone and Consolidated Financial Statements of the Company for the year ended 31st March, 2021 including audited Balance Sheet as on 31st March, 2021 and the Statement of Profit and Loss for the year ended on that date and report of Directors & Auditors’ thereon.
2. To re-appoint Mrs. Smita Jain (Holding DIN: 00438282), Director of the Company, who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS:

- 3. TO APPOINT/REGULARIZE MR. ANIL KUMAR JAIN AS AN INDEPENDENT DIRECTOR FOR PERIOD OF 5 (FIVE) CONSECUTIVE YEARS:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors and pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as “Listing Regulations”) (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the approval of the Members of the Company be and is hereby accorded for appointment of Mr. Anil Kumar Jain (Holding DIN [06944997](#)) as the Non-Executive Independent Director of the Company, who has submitted a declaration confirming the criteria of Independence under Section 149 (6) of the Companies Act, 2013 read with the Listing Regulations, as amended from time

to time and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director pursuant to Section 160 of the Companies Act, 2013, as a Non Executive Independent Director of the Company for a period of five consecutive years starting from 30th June 2021 to 29th June 2026 on the Board of the Company, whose term shall not be subject to retirement by rotation.

RESOLVED FURTHER THAT the Board be and is hereby authorized to take all steps as may be necessary, proper and expedient to give effect to this Resolution.”

4. APPROVAL FOR PAYMENT OF REMUNERATION TO MR. ARUN KUMAR JAIN, WHOLE TIME DIRECTOR:

To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 196, 197 and 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (hereinafter referred to as the “Act”) read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications or re-enactment thereof, for the time being in force) and the Articles of Association of the Company and subject to such other approvals as may be necessary, the approval of the Members be and hereby accorded for the payment of the remuneration to Mr. Arun Kumar Jain (DIN: 00438324), Whole Time Director, for the remaining period of his tenure ending on December 29, 2025 on the terms and conditions, as set out in the Explanatory Statement annexed to the Notice; with liberty to the Board of Directors (hereinafter includes Nomination and Remuneration Committee of the Board) to alter, vary and modify the terms and conditions of the said appointment, in such manner as may be agreed to between the Board of Directors and Mr. Arun Kumar Jain within and in accordance with the limit prescribed in Schedule V of the Companies Act, 2013, if applicable or any amendment thereto.

RESOLVED FURTHER THAT the terms of remuneration as set out in the Explanatory Statement of this Resolution shall be deemed to form part hereof and in the event of loss or inadequacy of profits, in any financial year, the Board of Directors of the Company may sanction the minimum remuneration payable to Mr. Arun Kumar Jain, over and above the limits specified under section 197 of the Companies Act, 2013, within the maximum limits prescribed under sub-section II(A) of the part II of Schedule V of the Companies Act, 2013, based on effective capital of the Company.

RESOLVED FURTHER THAT save and except as aforesaid, the Ordinary Resolution approved and passed by the Members in 23rd Annual General Meeting held on 30th December 2020 with respect to the appointment of Mr. Arun Kumar Jain, as Whole Time Director shall continue to remain in full force and effect.

RESOLVED FURTHER THAT pursuant to section 197(1)(i) the remuneration to Mr. Arun Kumar Jain, over and above the limits of 5% and/or 10% of the net profits of the [company](#), as the case may be.

RESOLVED FURTHER THAT the Board be and is hereby authorized to take all steps as may be necessary, proper and expedient to give effect to this Resolution.”

5. APPROVAL FOR MATERIAL RELATED PARTY TRANSACTION(S):

To consider and if thought fit, to give assent/dissent to the following resolution as **Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 (Act), read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014 as amended till date, and other applicable Rules, if any, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and the Company’s policy on Related Party Transactions, the approval of Shareholders be and is hereby accorded to ratify and/or approve all contract(s)/ arrangement(s)/ transaction(s) entered and/or to be entered with related party M/s B.C. Power Controls Limited, within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, provided that the value of all such transactions entered and/or to be entered shall not exceed Rs. 600/- crores at any time during financial year 2021-22, on such term(s) and condition(s) as the Board of Directors may deem fit.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to delegate all or any of the powers conferred on it by or under this resolution to the Audit Committee of the Company and to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution.”

By Order of the Board of Directors
For, Bonlon Industries Limited

Date: September 03, 2021
Place: New Delhi

(Naveen Kumar)
Company Secretary
M.NO- A-33304

NOTES:

The Register of Members and the Share Transfer books of the Company will remain closed from, Tuesday, 28th September, 2021 to Thursday, 30th September, 2021 (both days inclusive).

1. Considering the ongoing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has, vide its circular dated January 13, 2021 read together with circulars dated April 8, 2020, April 13, 2020 and May 5, 2020 (collectively referred to as “MCA Circulars”), permitted convening the Annual General Meeting (“AGM” / “Meeting”) through Video Conferencing (“VC”) or Other Audio Visual Means (“OAVM”), without physical presence of the members at a common venue. In accordance with the MCA Circulars, provisions of the Companies Act, 2013 (“the Act”) and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), the AGM of the Company is being held through VC / OAVM. The deemed venue for the AGM shall be the Registered Office of the Company
2. Pursuant to SEBI (LODR) Regulations, 2015 (‘Listing Regulations’), SEBI Circulars and MCA Circulars, the 24th AGM of the Company is being held through VC/OA VM on Thursday, September 30, 2021 at 01.00 p.m. (IST). The deemed venue for the 24th AGM will be 7A/39(12 F.F.), WEA Channa Market, Karol Bagh, New Delhi- 110005.
- 3. PURSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD PURSUANT TO THE MCA CIRCULARS THROUGH VC/OAVM, THE REQUIREMENT OF PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, IN TERMS OF THE MCA CIRCULARS AND THE SEBI CIRCULAR, THE FACILITY FOR APPOINTMENT OF PROXIES BY THE MEMBERS WILL NOT BE AVAILABLE FOR THIS AGM AND HENCE THE PROXY FORM, ATTENDANCE SLIP AND ROUTE MAP OF THE AGM VENUE ARE NOT ANNEXED TO THIS NOTICE.**
4. 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 to 5 of the Notice, is annexed hereto. The relevant details, pursuant to Regulation 26(4) and 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 Director seeking appointment/re-appointment at this AGM are also annexed.
5. The Members can join the AGM in the VC/OAVM mode 30 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee,

Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

6. Institutional Investors, who are Members of the Company, are encouraged to attend the 24th AGM through VC/OA VM mode and vote electronically. Corporate Members intending to appoint their authorised representatives pursuant to Sections 112 and 113 of the Act, as the case may be, to attend the AGM through VC/OA VM or to vote through remote e-Voting are requested to send a certified copy of the Board Resolution to the Scrutinizer by e-mail at vineet@kpgarg.org with a copy marked to evoting@nsdl.co.in & cs@bonlonindustries.com.
7. The attendance of the Members attending the AGM through VC/OAVM will be counted or the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
8. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 and January 13, 2021 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
9. In line with the MCA Circular dated April 08, 2020, April 13, 2020 and May 05, 2020 and January 13, 2021, the Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories. The Notice convening the 24th AGM has been uploaded on the website of the Company at www.bonlonindustries.com and may also be accessed from the relevant section of the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. The Notice is also available on the website of NSDL at www.evoting.nsdl.com.
10. Further, those members who have not registered their email address and in consequence could not be served the Annual Report for the Financial Year 2020-21 and Notice of 24th Annual General Meeting, may temporarily get themselves registered with RTA of the Company Bigshare Services Private Limited, by clicking the link: www.bigshareonline.com/ForInvestor.aspx for receiving the same. Members are requested to support our commitment to environment protection by choosing to receive the Company's communication through e-mail going forward.
11. Since the AGM will be held through VC / OAVM, the route map of the venue of the Meeting is not annexed hereto.
12. The Company has fixed the cut-off date of **Friday, 03rd September, 2021** for determining the entitlement of shareholders to receive Annual Report of the Financial Year 2020-21.

13. Pursuant to Section 91 of the Companies Act, 2013 and Regulation 42 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, the Register of Members and the Share Transfer books of the Company will remain closed from Tuesday, 28th September, 2021 to Thursday, 30th September, 2021 (both days inclusive).
14. Members who have not registered / updated their email addresses with Bigshares Services Private Limited, are requested to do so for receiving all future communications from company including Annual Reports, Notices, Circulars etc. electronically.
15. Members are requested to make all correspondence in connection with shares held by them by addressing letters directly to Bigshares Services Private Limited, Registrar & Share Transfer Agent of the company quoting their Folio number.
16. Members are requested to notify immediately about any change in their postal address/ e-mail address/ bank details to their Depository Participant (DP) in respect of their shareholding in Demat mode and in respect of their physical shareholding to the Company's Registrar and Share Transfer Agent viz. M/s Bigshare Services Private Ltd having its office at 302, Kushal Bazar 32-33 Nehru Place New Delhi-11001 although 100% paid capital of the Company as on date of this notice is in de-mat form.
17. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, accordingly, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company (although 100% of paid up capital of the Company is in de-mat form as on date of this notice).
18. In all correspondences with the Company, members are requested to quote their account/folio numbers and in case their shares are held in the dematerialized form, they must quote their DP ID and Client ID No(s).
19. Additional information, details pursuant to Regulation 36 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, in respect of the Director seeking re-appointment at the Annual General Meeting, forms integral part of the notice. The director has furnished the requisite declaration for his re-appointment, confirming that he meets the criteria for re-appointment.
20. Members desirous of obtaining any information/ clarification concerning the Financial Statements for the Financial Year ended March 31, 2021, of the Company, may send their queries in writing at least seven days before the Annual General Meeting to the Company Secretary at the registered office of the Company or at e-mail id: cs@bonlonindustries.com.
21. Pursuant to Section 72 of the Companies Act, 2013, members holding shares in physical form may file nomination in the prescribed Form SH-13 with the Company's Registrar and Transfer Agent. In respect of shares held in electronic/Demat form, the nomination form may be filed with the respective Depository Participant.

22. Inspection:

- All the documents referred to in the accompanying Notice and Explanatory Statements, shall be available for inspection through electronic mode, basis the request being sent on cs@bonlonindustries.com.
- The Register of Directors' and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection at the Annual General Meeting.

23. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

24. Members may note that the Notice and Annual Report 2020-21 will also be available on the company's website <https://bonlonindustries.com/investors-corner/>, websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com

25. In compliance with Section 108 of the Companies Act, 2013, and Rule 20 of the Companies (Management and Administration) Rules, 2014 as may be amended from time to time, Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, and the Secretarial Standard on General Meeting issued by Institute of Company Secretaries of India, the Company is pleased to provide E-Voting facility to the Members of the Company to exercise their right to vote at the 24th Annual General Meeting (AGM) by electronic means (remote e-voting) in respect of the resolutions contained in this notice and the business may be transacted through e-voting services provided by NSDL.

The facility for voting, through electronic voting system on the resolution(s) shall also be made available at the AGM and members attending the meeting through VC/OAVM who have not already cast their vote on the resolution(s) by remote e-voting shall be able to exercise their right to vote on such resolution(s) at the meeting.

- I. The Members who have already cast their vote by remote e-voting prior to the AGM would be entitled to attend the AGM through VC / OAVM but shall not be entitled to vote on such resolution(s) at the meeting.
- II. The Remote e-voting period commences from **9.00 a.m. on Monday, 27th September, 2021 and ends at 5.00 p.m. on Wednesday, 29th September, 2021**. During this period, the members of the company, holding shares either in physical form or in demat form, as on the **cut-off date of Thursday, 23rd September, 2021** may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast vote again.
- III. The cut-off date for determining the eligibility of shareholders to exercise remote E-Voting rights and attendance at 24th Annual General Meeting

(AGM) is **Thursday 23rd September, 2021**. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on cut-off date, shall be entitled to avail the facility of E-Voting. A person who is not a Member as on the cut-off date should treat this Notice for information purpose only.

- IV. The Board of Directors of your Company have appointed Mr. Vineet Garg, Advocate as the Scrutinizer for conducting the voting through electronic voting system or through polling paper at the AGM, in fair and transparent manner.
- V. The Scrutinizer shall, immediately after the conclusion of voting at the AGM will unblock the votes cast through remote E-Voting in the presence of at least two witnesses not in the employment of the Company and shall submit, not later than 02 (two) working days from the conclusion of the AGM, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman, or a person authorised by him in writing who shall countersign the same and declare the result of voting forthwith.
- VI. The results of the electronic voting and Voting at AGM shall be declared to the Stock Exchanges on or before 04th October 2021. The results along with the Scrutinizer's Report, shall also be placed on the website of the Company at www.bonlonindustries.com.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

The remote e-voting period begins on **Monday, 27th September, 2021 at 09:00 A.M.** and ends on **Wednesday, 29th September, 2021 at 05:00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter.

E-voting Particulars:

| EVEN (Remote e-voting event Number) | USER ID | PASSWORD/PIN |
|--|----------------|---------------------|
| | | |

Members are requested to carefully read the instruction for E-voting before casting their vote.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING ANNUAL GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on 27th, September, 2021 at 09:00 A.M. and ends on 29th, September, 2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 23rd September 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their

share in the paid-up equity share capital of the Company as on the cut-off date, being 23rd September 2021.

How do I vote electronically using NSDL e-Voting system?

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

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

| Type of shareholders | Login Method |
|---|--|
| Individual Shareholders holding securities in demat mode with NSDL. | <ol style="list-style-type: none"> 1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS” Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the |

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| | <p>home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |
| <p>Individual Shareholders holding securities in demat mode with CDSL</p> | <ol style="list-style-type: none"> 1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress. |

| | |
|---|---|
| <p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p> | <p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |
|---|---|

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

| Login type | Helpdesk details |
|---|---|
| <p>Individual Shareholders holding securities in demat mode with NSDL</p> | <p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30</p> |
| <p>Individual Shareholders holding securities in demat mode with CDSL</p> | <p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 or 022-23058542-43</p> |

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to 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 ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP 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 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Password details for shareholders other than Individual shareholders 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, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

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 mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
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.

Step 2: Cast your vote electronically and join Annual General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join Annual General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. 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.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. 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 vineet@kpgarg.org 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 1020 990 and 1800 22 44 30 or send a request to Mr. Narendra Dev/ Mr. Abhishek Mishra/ Mr. Ankur Mittal (at evoting@nsdl.co.in)

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to info@bonlongroup.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to info@bonlongroup.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. [Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode](#).
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. [In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.](#)

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the AGM.

4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “**Join General meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@bonlonindustries.com . The same will be replied by the company suitably.

EXPLANATORY STATEMENT

ORDINARY BUSINESS:

ITEM NO. 2:

EXPLANATORY STATEMENT PURSUANT TO REGULATION 36 OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Details of Directors seeking Appointment/re-appointment at the Annual General Meeting.

| | |
|---|---|
| Name of Director | Mrs. Smita Jain |
| Date of Birth | 14.09.1959 |
| DIN | 00438282 |
| Date of Appointment/ Re-Appointment | Re-appointed on 02.07.2019 |
| Type of Appointment | Liable to Retire by Rotation |
| Qualification | Graduate |
| Expertise in specific functional area | Having good knowledge of management affairs and adherence of Corporate Governance |
| Directorship held in other companies | 1. Vinco Metals Private Limited |
| Memberships/Chairmanships of Committees of other Companies | NIL |
| Relationship with other Director/s | Wife of Mr. Arun Kumar Jain |
| Number of Shares held in the Company | 1545420 Equity Shares |

SPECIAL BUSINESS:

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF COMPANIES ACT, 2013 FOR ITEM NO. 3 TO 5 OF THE NOTICE:

ITEM NO. 3:

Mr. Anil Kumar Jain (DIN: 06944997) was appointed as Additional Independent Directors on the Board by the Board of Directors of the Company on the recommendation of Nomination and Remuneration Committee, in Board Meeting held on 30th June 2021 to hold office till the conclusion of the ensuing Annual General Meeting and subject to the approval of the members in the ensuing General Meeting, for appointment as an Independent Director to hold office for a term of five consecutive years starting from 30th June 2021 to 29th June 2026 in accordance with the provisions of Section 149 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and SEBI Listing Regulations.

One shareholder of the Company has also proposed his candidature for Appointment in ensuing Annual General Meeting as per Section 160 of the Companies Act, 2013.

The Board recommends the Ordinary Resolutions set out at Item No.3 of the Notice of Annual General Meeting for shareholders' approval.

None of the Directors or Key Managerial Personnel (KMP) of the Company or their relatives except Mr. Anil Kumar Jain, is concerned or interested in the resolutions set out at Item No. 3 in the Notice.

DETAILS OF DIRECTORS PROPOSED TO BE APPOINTED AT THE FORTHCOMING AGM AS REQUIRED BY REGULATION 26 AND REGULATION 36(3) OF THE LISTING REGULATIONS:

| | |
|---|---|
| Name of Director | Mr. Anil Kumar Jain |
| Date of Birth | 25/12/1952 |
| DIN | 06944997 |
| Date of Appointment/ Re-Appointment | Appointed as Additional Director on 30 th June 2021 |
| Nationality | Indian |
| Type of Appointment | Not liable to retire by rotation. |
| Qualification | B.Com Graduate |
| Last Drawn Remuneration | NIL |
| Expertise in specific functional area | Expertise of Mr. Anil Kumar Jain is rest with finance, administration and leadership. He has more than 38 years experience of business. |
| Directorship held in other companies | 1. B.C. Power Controls Limited |
| Memberships/Chairmanships of Committees of other Companies | <u>Chairman:-</u> (in B.C. Power Controls Limited) 1.Audit Committee 2.Nomination & Remuneration Committee 3.Stakeholder Relationship Committee 4. Corporate Social Responsibility Committee <u>Member:-</u> NIL |
| Relationship with other Director/s | No Relationship with any other director |
| Number of Shares held in the Company | NIL |

ITEM NO. 4:

Mr. Arun Kumar Jain, was re-appointed by the members in their 23rd Annual General Meeting held on 30.12.2020 for a period of 5 years i.e. 30.12.2020 to 29.12.2025 and approved his remuneration.

But the said approval was not containing the approval for payment of remuneration in event of inadequate profit or loss in Company. Therefore, now the Board of Directors again seeking the approvals of shareholders by way of Ordinary Resolution in Item no. 4 of the Notice of AGM for payment of remuneration to Mr. Arun Kumar Jain in event of insufficient profit or loss also. Board of Directors are proposing this resolution of recommendation of Nomination and Remuneration Committee of the Company.

Remuneration of Mr. Arun Kumar Jain, Whole Time Director as approved in 23rd Annual General Meeting of the Company held on 30th December 2020 which is mentioned hereunder shall be approved for his remaining tenure:

- I. Remuneration:** The remuneration payable to Mr. Arun Kumar Jain shall be determined by the Board of Directors of the Company from time to time within the maximum limit set forth below:

Salary: Rs. 12,00,000/- Per Annum

Other Allowances: Upto Rs. 3,00,000/- Per Annum

Other Benefits: Mr. Arun Kumar Jain, Whole Time Director, shall also be entitled to such other benefits, schemes, privileges and amenities as are granted to senior executives of the Company in accordance with the Company's practices, rules and regulations in force from time to time.

Note: 1. Salary includes House Rent Allowance & Conveyance Allowance.

1. Other Allowances like travelling allowance, medical Reimbursement etc. will be on actual basis subject to Maximum Rs. 3,00,000/- Per Annum.

(ii) **Minimum Remuneration:** Notwithstanding anything to the contrary herein contained, in the event of loss or inadequacy of profits of the Company, in any financial year, the Board of Directors of the Company may sanction the minimum remuneration payable to Mr. Arun Kumar Jain, over and above the limits specified under section 197 of the Companies Act, 2013, within the maximum limits prescribed under sub-section II(A) of the part II of Schedule V of the Companies Act, 2013, based on effective capital of the Company.

Further pursuant to section 197(1)(i) of the Companies Act, 2013, the remuneration to Mr. Arun Kumar Jain, may be over and above the limits of 5% and/or 10% of the net profits of the [company](#), as the case may be.

In compliance with provision of Sections 196,197, Schedule V and other applicable provisions, if any, of the Companies Act, 2013, the terms of appointment and remuneration specified above are now being placed before the Members for their approval.

The Board recommends the Ordinary Resolution set out at Item No. 4 for approval by shareholders.

Considering the job responsibilities, background, experience, achievements and other criteria and on recommendation of Nomination and Remuneration Committee of the Company, Board of Directors proposed to shareholders to approve the remuneration of Whole Time Director by passing an Ordinary Resolution in accordance with Section II,

Part II of Schedule V of the Companies Act, 2013 as if profits of Company are inadequate.

Details required under Section II, Part II of Schedule V of the Companies Act, 2013 given hereunder:

| I. | GENERAL INFORMATI ON | <p>➤ Nature of Industry: The Company is in business of Metals Industry. It trades ferrous and non ferrous metals. It is also running a Hotel Unit under name and style of Bonlon Inn.</p> <p>➤ Date of Commencement of Commercial Production: The Company was incorporated on 24.01.1997 and thereafter started the manufacturing and trading activities.</p> <p>➤ Financial Performance:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;"><u>PARTICULARS</u></th> <th style="text-align: right;"><u>2020-21</u></th> <th style="text-align: right;"><u>2019-20</u></th> </tr> </thead> <tbody> <tr> <td>Revenue</td> <td style="text-align: right;">1383980585</td> <td style="text-align: right;">2608346136</td> </tr> <tr> <td>Expenditure</td> <td style="text-align: right;">1357485196</td> <td style="text-align: right;">2485090157</td> </tr> <tr> <td>Profit Before Tax</td> <td style="text-align: right;">26495389</td> <td style="text-align: right;">123255980</td> </tr> <tr> <td>Less: Tax</td> <td style="text-align: right;">6924539</td> <td style="text-align: right;">3187311</td> </tr> <tr> <td>Net Profit</td> <td style="text-align: right;">19570850</td> <td style="text-align: right;">120068669</td> </tr> </tbody> </table> <p>➤ Foreign Investments & Collaborations: There is no direct Foreign investment in Company except to the extent share acquired and held by the shareholders from secondary market. There is no foreign collaboration in the Company.</p> | <u>PARTICULARS</u> | <u>2020-21</u> | <u>2019-20</u> | Revenue | 1383980585 | 2608346136 | Expenditure | 1357485196 | 2485090157 | Profit Before Tax | 26495389 | 123255980 | Less: Tax | 6924539 | 3187311 | Net Profit | 19570850 | 120068669 |
|--------------------------|----------------------------|--|--------------------|----------------|----------------|----------------|------------|------------|--------------------|------------|------------|--------------------------|----------|-----------|------------------|---------|---------|-------------------|----------|-----------|
| <u>PARTICULARS</u> | <u>2020-21</u> | <u>2019-20</u> | | | | | | | | | | | | | | | | | | |
| Revenue | 1383980585 | 2608346136 | | | | | | | | | | | | | | | | | | |
| Expenditure | 1357485196 | 2485090157 | | | | | | | | | | | | | | | | | | |
| Profit Before Tax | 26495389 | 123255980 | | | | | | | | | | | | | | | | | | |
| Less: Tax | 6924539 | 3187311 | | | | | | | | | | | | | | | | | | |
| Net Profit | 19570850 | 120068669 | | | | | | | | | | | | | | | | | | |

| | | |
|------|---------------------------------------|---|
| II. | Information about Mr. Arun Kumar Jain | <p>➤ Back Ground, Recognition, Job Profile & Suitability:</p> <p>Mr. Arun Kumar Jain is 62 years old. He is Graduate in Art stream from Delhi University. He got engaged in business activities just after his graduation and joined his family business with his father. He has been very active throughout his professional career. He started his own business of stainless steel in early 80's. In 1997, he started and expanded his business activities with entrance in the field of ferrous and non-ferrous metals mainly copper & aluminium. Due to his aggressive, dynamic and competitive business approach, he has been able to establish and expand his business in Delhi as well as in the entire Northern India Region. He has a vast experience of more than three decades. He has been awarded Best Co-operator of Delhi. He visited many countries in search of new business opportunities and imports copper and aluminium from Nepal, Sri Lanka, China, Bhutan & UAE. Currently, Mr. Arun Kumar Jain is also a Chairman of Vaish Co-operative Adarsh Bank Limited.</p> <p>➤ <u>PROPOSED REMUNERATION:</u></p> <p>Salary: Rs. 12,00,000/- Per Annum</p> <p>Other Allowances: Upto Rs. 3,00,000/- Per Annum</p> <p>Other Benefits: Mr. Arun Kumar Jain, Whole Time Director, shall also be entitled to such other benefits, schemes, privileges and amenities as are granted to senior executives of the Company in accordance with the Company's practices, rules and regulations in force from time to time.</p> <p>Note: 1. Salary includes House Rent Allowance & Conveyance Allowance. 2. Other Allowances like travelling allowance, medical Reimbursement etc. will be on actual basis subject to Maximum Rs. 300,000/- Per Annum.</p> |
| III. | OTHER INFORMATION | <p>The Management of Company is focusing on increase in turnover of the Company and Profit as well. But in F.Y. 2020-21 due to Covid-19 lockdown in India and other countries also, the Company could achieve turnover of Rs. 135 Crores as compared to turnover of Rs. 243 Crores in F.Y. 2019-20 and as a result of decrease in turnover the profit of the Company are also decreased in F.Y. 2020-21. Therefore, the profits of Company may be inadequate in coming years due to effect of COVID-19. So in accordance with the provisions of Companies Act, 2013, for giving the proposed remuneration to Whole Time Director ordinary resolution is to be passed by shareholders.</p> <p>In coming years Company will do efforts to increase the profits with increasing the turnover.</p> |
| IV | Disclosures: | Additional information is given in Corporate Governance Report. |

EXPLANATORY STATEMENT PURSUANT TO REGULATION 36 OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Details of Directors seeking Appointment/re-appointment at the Annual General Meeting.

| | |
|---|---|
| Name of Director | Mr. Arun Kumar Jain |
| Date of Birth | 13/10/1958 |
| DIN | 00438324 |
| Date of Appointment/ Re-Appointment | Re-appointed in 23 rd Annual General Meeting held on 30 th December 2020 for a period of 05 year from 30 th December 2020 to 29 th December 2025. |
| Type of Appointment | Liabile to Retire by Rotation |
| Qualification | Graduate |
| Expertise in specific functional area | Mr. Arun Kumar Jain has sound knowledge of marketing, extra ordinary management skills and expertise in finance management. He focus on good Corporate Governance |
| Directorship held in other companies | <ol style="list-style-type: none"> 1. B.C. Power Controls Limited 2. Bon Lon Private Limited 3. Harshit Finvest Private Limited 4. Vinco Metals Private Limited |
| Memberships/Chairmanships of Committees of other Companies | Chairman: Nil Membership: (In B.C. Power Controls Limited) <ol style="list-style-type: none"> 1. Audit Committee 2. Shareholders Grievance Committee 3. Corporate Social Responsibility Committee |
| Relationship with other Director/s | Husband of Mrs. Smita Jain |
| Number of Shares held in the Company | 65,53,278 Equity Shares |

None of the Director or KMP and their relatives other than Mr. Arun Kumar Jain, Mrs. Smita Jain and Mr. Ankit Gupta and their relatives, is concerned or interested, financially or otherwise in resolution to be passed in Item no. 4 except to the extent of equity shares held by them in the Company.

ITEM NO. 5

The Company is engaged in Business of Manufacturing and Trading of Ferrous and Non Ferrous Metals and Hotel Industry. The related parties M/s B.C. Power Controls Limited are also engage in business of Ferrous & Non- Ferrous Metals.

So, during the normal course of business, due to same line of business, the Company has to enter various transactions with related parties M/s B.C. Power Controls Limited including short term working capital requirement.

Pursuant to Section 188 of Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014 as amended till date, a Company has to take approval of shareholders if transactions entered or to entered has exceeds the specified limit.

Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 requires that if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year, exceeds ten percent of the annual consolidated turnover of the listed entity as per the last audited financial statements of the listed entity, which is called material related party transactions, the Company has to take the approval of shareholders.

Hence, approval of the shareholders is being sought as ordinary resolution to ratify and/or approve all contract(s)/ arrangement(s)/ transaction(s) entered and/or to be entered with related parties M/s B.C. Power Controls Limited.

The aggregate value of transaction(s) with M/s B.C. Power Controls Limited may exceed the said threshold limits as prescribed under Pursuant to Section 188 of Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014 as amended till date, Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is expected to be around Rs. 600/- crores during Financial Year 2021-22.

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, particulars of the transactions with M/s B.C. Power Controls Limited are as follows:

| | |
|--|--|
| Name of the Related Party | B.C. Power Controls Limited |
| Name of the director or key managerial personnel who is related, if any | Mr. Arun Kumar Jain |
| Nature of relationship | 1. Mr. Arun Kumar Jain –Director & Shareholder. Son of Mr. Arun Kumar Jain, Mr. Harshit Jain Jain is also Shareholder and Son in law of Mr. Arun Kumar Jain, Mr. Ankit Gupta is Director in B.C. Power Controls Limited. |
| Nature, material terms, monetary value and particulars of the contract or arrangements | Sale, Purchase or Supply of any Goods or Material, Job Work, Short Term funding for working capital requirements by or to and any other transaction(s). |
| Any other information relevant or important for the members to take a decision on the proposed resolution. | All transactions shall take place in normal course of business and according to market conditions, Company's requirements. |

The above transactions are approved by the Audit Committee as per the provisions of the Companies Act, 2013 and the SEBI LODR, 2015

None of the Directors, Key Managerial Personnel of the Company and their relatives, Except Mr. Arun Kumar Jain and their relatives, is concerned or interested, financially

or otherwise, in the Resolutions, except to the extent of equity shares held by them in the Company.

For, Bonlon Industries Limited

Date: September 03, 2021

Place: New Delhi

(Naveen Kumar)
Company Secretary
M.NO- A-33304

BONLON INDUSTRIES LIMITED

Regd. Office: 7A/39 (12-F.F.), W.E.A. Channa Market, Karol Bagh, New Delhi – 110005
Ph: 011-47532792, Fax: 011-47532798, E-mail: cs@bonlonindustries.com
CIN: L27108DL1998PLC097397

DIRECTORS' REPORT

**To,
The Members,
Bonlon Industries Limited**

Your Directors have the pleasure of presenting the Twenty Forth Annual Report of the Company on the business and operations of the Company, together with Audited Statement of Accounts for the year ended March 31, 2021.

FINANCIAL RESULTS

The Company's performance during the financial year ended March 31, 2021 as compared to the previous financial year is summarized as below:

(Amount in Rs.)

| <u>PARTICULARS</u> | <u>2020-21</u> | <u>2019-20</u> |
|-------------------------------|-----------------------|-----------------------|
| <u>Revenue</u> | | |
| Revenue from operations | 1,35,32,98,106 | 2,43,50,69,984 |
| Other Income | 3,06,82,479 | 17,62,76,114 |
| Total Income | 1,38,39,80,585 | 2,60,65,75,505 |
| <u>Expenditure</u> | | |
| Cost of Raw Material Consumed | - | 9,07,43,430 |
| Purchase of Stock in Trade | 1,36,04,76,110 | 2,35,79,65,946 |
| Change in Inventories | (3,90,69,582) | (3,04,77,912) |
| Employee Benefit Expenses | 60,33,616 | 64,78,954 |
| Finance Cost | 19,17,251 | 16,92,914 |
| Depreciation | 30,06,359 | 30,24,755 |
| Other Expenses | 2,51,21,442 | 5,56,62,070 |
| Total Expenses | 1,35,74,85,196 | 2,48,50,90,157 |
| Profit Before Tax | 2,64,95,389 | 12,32,55,980 |
| Less: Tax | 69,24,539 | 31,87,311 |
| Net Profit | 1,95,70,850 | 12,00,68,669 |

NATURE OF BUSINESS

The Company has been principally engaged in the business of both manufacturing as well as trading of various kinds of ferrous and non-ferrous metals but during F.Y. 2020-21 the manufacturing activity was temporarily inoperative. The main metals used in our business operations are copper, aluminum, zinc & tin and the products in which we deal are rods. For trading side we deals in all kinds of ferrous and non ferrous metals.

The business of our Company is broadly categorized into the following three segments:

1. **Metal:** Our Company had been carrying on such business since their inception and therefore it is the primary segment of our business. Our Company caters its clients through products such as wire rods, wires, cathode and ingots made up from metals like copper, aluminum, lead and zinc. Our business operations in this segment include both manufacturing and trading activities. Manufacturing is mainly done for the copper wire rods and wires and the rests of the products we deal in are traded by us.

The Company trades the metal products not only in India but do the import and export also and trades on MCX as well.

2. **Hotel:** Hotel business is the second section in which our company carries on its business operations. As of now, we have only one hotel in the name and style of Hotel Bonlon Inn situated at 7A/39, WEA Channa Market, Karol Bagh, New Delhi- 110005, having 24 keys.
3. **Civil Construction:** So far no project has been operative in such line of business.

There was no major change in the nature of the business of the Company during the year under review, except temporary suspension of manufacturing activities.

FINANCIAL PERFORMANCE REVIEW

The Company's total revenue stood at Rs. 1,38,39,80,585/- as at 31st March, 2021 as compared to Rs. 2,60,65,75,505/- as at 31st March, 2020.

Your directors hoping the good business performance in the coming years.

FUTURE PROSPECTUS

Despite stiff competition from other countries, international buyers show preference to your company's product for its quality and timely delivery and hence your Directors are confident of achieving better working results in the coming years.

RESERVES & SURPLUS

The Company's Reserve & Surplus in the year 2021 is Rs. 58,67,63,998/- as compared to the previous year it was Rs. 49,95,85,149/-.

No Profit transferred to any specific reserve created but transferred to general reserves.

DIVIDEND

The Board of Directors has not recommended any dividend on the Share Capital of the Company for the period ended 31st March 2021 considering the current cash flow position of the Company and future funds requirement for growth of business.

DEPOSITS

During the year under review, your Company did not accept any deposits in terms of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014.

LISTING ON STOCK EXCHANGES

Your Company is listed in BSE Limited (SME Platform).

The Company was listed on BSE Limited (SME Platform) vide BSE Notice no. 20200710-38 dated 10th July 2020, effective from 13th July 2020.

CASH FLOW STATEMENT:

In conformity with the provisions of Regulation 34(2)(C) of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 and requirements of Companies Act the Cash flow Statement for the year ended 31.03.2021 is forming a part of Annual Report.

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

No material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and the date of this report except following:

Board of Directors of the Company have approved in their Meeting held on 30th June 2021 to sale 100% shares of its wholly owned subsidiary M/s AKJ Metals Private Limited to Mr. Manish Gupta and Mr. Pushpinder Latka. But this sale is still to be executed.

PARTICULARS OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES

All transactions of the Company with Related Parties are in the ordinary course of business and at arm's length. Information about the transactions with Related Parties is given in the Corporate Governance Report which forms a part of this Annual Report.

The Board of Directors of the Company has seek the approval of Shareholders in ensuing Annual General Meeting for material related party transactions with M/s B.C. Power Controls Limited during the Financial Year 2021-22.

Form AOC – 2 pursuant to the provisions of Section 134 (3) (h) of the Companies Act, 2013, read with Rule 8 (2) of the Companies (Accounts) Rules, 2014 is given as **Annexure- I** to this Directors' Report.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS UNDER SECTION 186

Particulars of loans, guarantees and investments as on 31st March, 2021 are given in the Notes to the financial statement.

DISCLOSURE RELATING TO EQUITY SHARES WITH DIFFERENTIAL RIGHTS

The Company has not issued any equity shares with differential rights during the year under review and hence no information as per provisions of Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 has been furnished.

DISCLOSURE RELATING TO SWEAT EQUITY SHARE

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 has been furnished.

DISCLOSURE RELATING TO EMPLOYEE STOCK OPTION SCHEME AND EMPLOYEE STOCK PURCHASE SCHEME

The Company has not issued any employee stock option scheme and employee stock purchase scheme and hence no information as provisions of Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014 and SEBI (Employee Share Based Employee Benefits) Regulations, 2014, has been furnished.

DISCLOSURES IN RESPECT OF VOTING RIGHTS NOT DIRECTLY EXERCISED BY EMPLOYEES

There are no shares held by trustees for the benefit of employees therefore, no disclosure under Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 has been furnished.

MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL

Directors

As on 31st March 2021, your Board comprises of 05 Directors which includes 01 Managing Director, 01 Whole Time Director, 01 Non- Executive Directors and 02 Independent Directors. The Board of Directors have also appointed Mr. Anil Kumar Jain as Additional Independent Director in Board Meeting held on 30.06.2021.

In terms of the provisions Section 152 of the Companies Act, 2013 read with the Articles of Association of the Company, Mrs. Smita Jain, Director of the Company is liable to retires by rotation at the ensuing 24th Annual General Meeting and being eligible offered him-self for reappointment.

Declarations By Independent Directors

Pursuant to the provisions of sub-section (7) of Section 149 of the Companies Act, 2013, the Company has received individual declarations from all the Independent Directors confirming that they fulfill the criteria of independence as specified in Section 149(6) of the Companies Act, 2013.

Key Managerial Personnel

In compliance with the requirements of Section 203 of the Companies Act, 2013 following are the Key Managerial Personnel of the Company:

- Mr. Raj Jain - Chairman and Managing Director
- Mr. Arun Kumar Jain – Whole Time Director
- Mr. Ankit Gupta - Chief Financial Officer
- Mr. Naveen Kumar - Company Secretary & Compliance Officer

POLICY ON DIRECTORS` APPOINTMENT AND POLICY ON REMUNERATION

Pursuant to Section 134(3)(e) and Section 178(3) of the Companies Act, 2013, the Policy on appointment of Board members including criteria for determining qualifications, positive attributes, independence of a Director and the Policy on remuneration of Directors, KMP and other employees is forming a part of Corporate Governance Report.

It is thereby, affirmed that remuneration paid to the Directors, Key Management Personnel and other employees is as per the Remuneration Policy of the Company.

NUMBER OF MEETINGS OF BOARD AND COMMITTEE OF BOARD OF DIRECTORS

MEETINGS OF BOARD OF DIRECTORS

The Board of Directors met 14 times during the financial year ended March 31, 2021 in accordance with the provisions of the Companies Act, 2013 and rules made there-under. Directors of the Company actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

Additionally, during the financial year ended March 23, 2021 the Independent Directors held a separate meeting in compliance with the requirements of Schedule IV of the Companies Act, 2013.

COMMITTEES MEETINGS

The Audit Committee met 07 times during the financial year ended March 31, 2021. The nomination and remuneration committee met 02 times during the financial year ended March 31, 2021. The Shareholders Grievances Committee met 04 times during the financial year ended March 31, 2021 and Corporate Social Committee met 01 time during the financial year ended March 31, 2021. Members of the Committees discussed the matter placed and contributed valuable inputs on the matters brought before.

DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended March 31, 2021, the Board of Directors hereby confirms that:

1. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. The Directors had selected such accounting policies have been selected and applied consistently and the Directors 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 as on March 31, 2021 and of the profits of the Company for the year ended on that date;
3. The Directors had taken proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. The Directors has prepared annual accounts of the Company have been prepared on a going concern basis;
5. The Directors had laid down internal financial controls have been laid down to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
6. The Directors had devised proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDIT COMMITTEE

An Audit Committee is in existence in accordance with the provisions of Section 177 of the Companies Act, 2013. Kindly refer to the section on Corporate Governance, under the head, 'Audit Committee' for matters relating to constitution, meetings and functions of the Committee.

NOMINATION AND REMUNERATION COMMITTEE

The Company has constituted a Nomination and Remuneration Committee and formulated the criteria for determining the qualification, positive attributes and independence of a Director (the Criteria). The Nomination and Remuneration Committee has recommended to the Board a policy relating to the remuneration for Directors, Key Managerial Personnel and other employees, as required under Section 178 (1) of the Companies Act, 2013.

Kindly refer section on Corporate Governance, under the head, 'Nomination and Remuneration Committee' for matters relating to constitution, meetings, functions of the Committee and the remuneration policy formulated by this Committee.

PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS

Pursuant to applicable provisions of the Companies Act, 2013 and the Listing Agreement with Stock Exchanges, the Board, in consultation with its Nomination & Remuneration Committee, has formulated a framework containing, inter-alia, the criteria for performance evaluation of the entire Board of the Company, its Committees and Individual Directors, including Independent Directors.

A structured questionnaire has been prepared, covering various aspects of the functioning of the Board and its Committee, such as, adequacy of the constitution and composition of the Board and its Committees, matters addressed in the Board and Committee meetings, processes followed at the meeting, Board's focus, regulatory compliances and Corporate Governance, etc.

Similarly, for evaluation of Individual Director's performance, the questionnaire covers various aspects like his/ her profile, contribution in Board and Committee meetings, execution and performance of specific duties, obligations, regulatory compliances and governance, etc. Board members had submitted their response on a scale of 5 (excellent) – 1 (poor) for evaluating the entire Board, respective Committees of which they are members and of their peer Board members, including Chairman of the Board. The Independent Directors had met separately without the presence of Non-Independent Directors and the members of management and discussed, inter-alia, the performance of non Independent Directors and Board as a whole and the performance of the Chairman of the Company after taking into consideration the views of executive and Non-Executive Directors.

The Nomination and Remuneration Committee has also carried out evaluation of every Director's performance.

The performance evaluation of all the Independent Directors have been done by the entire Board, excluding the Director being evaluated. On the basis of performance evaluation done by the Board, it shall be determined whether to extend or continue their term of appointment, whenever the respective term expires.

The Directors expressed their satisfaction with the evaluation process.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Your Company has always been undertaking CSR activities on a significant scale, upholding the belief that Corporates have a special and continuing responsibility towards social development.

The vision of Bonlon Industries Limited CSR activities to make sustainable impact on the human development of underserved communities through initiatives in Education, Health and Livelihoods has been formally codified with the constitution of a dedicated Corporate Social Responsibility Committee of the Board as per of section 135 of the Companies Act, 2013 and Rules framed thereunder. The CSR Committee of the Company helps the Company to frame, monitor and execute the CSR activities of the Company. The Committee defines the parameters and observes them for effective discharge of the social responsibility of your Company. The CSR Policy of your Company outlines the Company's philosophy & the mechanism for undertaking socially useful programmes for welfare & sustainable development of the community at large as part of its duties as a responsible corporate citizen. Details regarding the constitution, roles and functions of the Corporate Social Responsibility Committee are given in the Report on Corporate Governance. Further, the Board of Directors of your Company has also adopted the CSR Policy of the Company as approved by the Corporate Social Responsibility Committee which is also available on the website of the Company at www.bcpowercontrols.com.

During the year, the Committee monitored the implementation and adherence to the CSR policy. The CSR policy provides a constructive framework to review and organize

our social outreach programs in the areas of education, health and livelihood. The policy enables a deeper understanding of outcome-focused social development through diverse collaborations. During the Financial Year 2020-21 the Company has spent Rs. 10,00,000/- for the obligations of F.Y. 2020-21. The report on CSR activities of the Company is attached as '**Annexure- II**'.

OTHER BOARD COMMITTEES

For details of other board committees viz. Shareholders/ Investors Grievance Committee, kindly refer to the section on Corporate Governance.

VIGIL MECHANISM FOR THE DIRECTORS AND EMPLOYEES

The Company has established a vigil mechanism, through a Whistle Blower Policy, where Directors and employees can voice their genuine concerns or grievances about any unethical or unacceptable business practice. A whistle-blowing mechanism not only helps the Company in detection of fraud, but is also used as a corporate governance tool leading to prevention and deterrence of misconduct.

It provides direct access to the employees of the Company to approach the Compliance Officer or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine Whistle Blowers are accorded complete protection from any kind of unfair treatment or victimization.

The Whistle Blower Policy is disclosed on the website of the Company at www.bonlonindustries.com.

RISK MANAGEMENT POLICY

The Board of Directors of the Company has formulated a Risk Management Policy which aims at enhancing shareholders' value and providing an optimum risk reward thereof. The risk management approach is based on a clear understanding of the variety of risks that the organization faces, disciplined risk monitoring and measurement and continuous risk assessment and mitigation measures.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls related to financial statement. During the year, such controls were tested and no reportable material weaknesses were observed for inefficiency or inadequacy of such controls. Some of the controls are outlined below:

- The Company has adopted accounting policies, which are in line with the Accounting Standards and other applicable provisions of the Companies Act, 2013;
- Changes in policies, if any, are approved by the Audit Committee in consultation with the Auditors;
- In preparing the financial statement, judgment and estimates have been made based on sound policies. The basis of such judgments and estimates are approved by the Auditors and the Audit Committee;

PARTICULARS OF EMPLOYEES AND REMUNERATION

Your Directors appreciate the significant contribution made by the employees to the operations of your Company during the period.

The information required on particulars of employees as per Section 197(12) of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is given in a separate **Annexure- III** to this Directors' Report.

As per the provisions contained in the proviso to Section 136(1) of the Companies Act, 2013, the some of the aforesaid particulars are not being sent as a part of this Annual Report. Any Member interested in obtaining a copy of the same may write to the Company Secretary at the registered office of the Company.

OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

The Company has not received any complaint of harassment till date.

ANNUAL RETURN

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, a draft annual return in MGT 7 is placed on website of the Company and a link of the website where Annual Return is placed is <http://bonlonindustries.com/investors-corner/>.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy, and technology absorption have not been furnished considering the nature of activities undertaken by the Company during the year under review.

Foreign Exchange Inflow: 9,15,55,752/-

Foreign Exchange Outflow: 15,67,63,525/-

CORPORATE GOVERNANCE

A report on Corporate Governance and the certificate from the Secretarial Auditor regarding compliance with the conditions of Corporate Governance have been furnished in the Annual Report and form a part of the Annual Report.

MANAGEMENT AND DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis report has been separately furnished in the Annual Report and forms a part of the Annual Report.

AUDITORS

STATUTORY AUDITORS

M/s. Gaur & Associates, Chartered Accountants, the Statutory Auditors of the Company, were appointed as Statutory Auditor of Company in 22nd Annual General Meeting held on 30.09.2019 for a period of 5 year upto the conclusion of the 27th Annual General Meeting of the Company to be held in year 2024.

The Audit Report given by M/s Gaur & Associates for the Financial Year 2020-21, forming part of this Annual Report.

The Reports of Statutory Auditor do not contain any qualification, reservation or adverse remarks. During the year the Statutory Auditors have not reported any matter under Section 143 (12), therefore no detail is required to be disclosed under the applicable provisions of the Act.

SECRETARIAL AUDITOR

As required under provisions of Section 204 of the Companies Act, 2013, the report in respect of the Secretarial Audit carried out by M/s Bansal Vikas & Associates, Company Secretaries in Form MR-3 for the F.Y. 2020-21 is attached as **Annexure- IV'** which forms part of this Report.

INTERNAL AUDITORS

M/s Shyam Goel & Associates, Chartered Accountants, performed the duties of internal auditors of the Company during the F.Y. 2020-21 and their report was reviewed by the audit committee from time to time.

ACKNOWLEDGEMENTS AND APPRECIATION

Your Directors take this opportunity to thank the customers, suppliers, bankers, business partners/associates, financial institutions and various regulatory authorities for their consistent support/encouragement to the Company.

Your Directors would also like to thank the Members for reposing their confidence and faith in the Company and its Management.

By Order of the Board of Directors
For, **Bonlon Industries Limited**

Date: September 03, 2021
Place: New Delhi

(Raj Jain)
Chairman & Managing Director
DIN: 01018724

ANNEXURE- I

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act 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 arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis:

| | |
|--|----------------|
| (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:

| | |
|--|--|
| (a) Name(s) of the related party and nature of relationship: | B.C. Power Controls Limited (Mr. Arun Kumar Jain, Director of the Company is Director and Shareholder in B.C. Power Controls Limited.) |
|--|--|

| | |
|---|---|
| (b) Nature of contracts/arrangements/transactions: | 1. Purchase of Goods 2. Sale of Goods 3. Services |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 16.05.2020 |
| (f) Amount paid as advances, if any: | Rs. 20,19,64,773/- (Debit Balance) as on 31.03.2021 |

| | |
|---|--|
| (a) Name(s) of the related party and nature of relationship: | Bon Lon Securities Limited (Mr. Arun Kumar Jain and Mrs. Smita Jain are shareholders in Bon Lon Securities Limited.) |
| (b) Nature of contracts/arrangements/transactions: | Investment in Shares |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 31.03.2021 |
| (f) Amount paid as advances, if any: | NIL |

| | |
|--|---|
| (a) Name(s) of the related party and nature of relationship: | Harshit Finvest Private Limited (Mr. Arun Kumar Jain and Mrs. Smita Jain are shareholders in Harshit Finvest Private Limited. Mr. Arun Kumar Jain is also a Director in Harshit Finvest Private Limited.) |
| (b) Nature of contracts/arrangements/transactions: | Investment in Shares |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or | Transactions at Market Price on |

| | |
|---|-----------------------------|
| arrangements or transactions including the value, if any: | prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 31.03.2021 |
| (f) Amount paid as advances, if any: | NIL |

| | |
|---|---|
| (a) Name(s) of the related party and nature of relationship: | Smita Jain |
| (b) Nature of contracts/arrangements/transactions: | Advances against property |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 31.03.2021 |
| (f) Amount paid as advances, if any: | Rs.6,00,00,000/- (Debit Balance) |

| | |
|---|--|
| (a) Name(s) of the related party and nature of relationship: | Ankit Gupta (Son in Law of Smita Jain and Arun Kumar Jain) |
| (b) Nature of contracts/arrangements/transactions: | Advances against property |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 31.03.2021 |
| (f) Amount paid as advances, if any: | Rs.2,00,00,000/- (Debit Balance) |

| | |
|--|---|
| (a) Name(s) of the related party and nature of relationship: | Swatika Jain (Daughter of Smita Jain and Arun Kumar Jain) |
| (b) Nature of | Advances against property |

| | |
|---|---|
| contracts/arrangements/transactions: | |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 31.03.2021 |
| (f) Amount paid as advances, if any: | Rs. 3,50,00,000/- (Debit Balance) |
| | |
| (a) Name(s) of the related party and nature of relationship: | Mrs. Smita Jain |
| (b) Nature of contracts/arrangements/transactions: | Rent Paid |
| (c) Duration of the contracts / arrangements/transactions: | F.Y. 2020-21 |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any: | Transactions at Market Price on prevalent market conditions |
| (e) Date(s) of approval by the Board, if any: | 16.05.2021 |
| (f) Amount paid as advances, if any: | Nil Balance as on 31.03.2021 |

By Order of the Board of Directors
For, **Bonlon Industries Limited**

Date: September 03, 2021
Place: New Delhi

(Raj Jain)
Chairman & Managing Director
DIN: 01018724

ANNEXURE- II

ANNUAL REPORT ON CSR PURSUANT TO RULES 8 & 9 OF COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014

1. A brief outline of the company’s CSR policy:

In adherence to section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of Directors upon the recommendation of CSR Committee has approved a CSR Policy of the Company. In accordance with the primary CSR philosophy of the group and the specified activities under Schedule VII to the Companies Act, 2013, the CSR activities of the Company cover certain thrust areas such as supporting education and healthcare.

The Corporate Social Responsibility Policy of the Company is available on the website of the Company www.bonlonindustries.com in the ‘Investor’s Corner’ under ‘Policies’.

- 2.** The composition of CSR committee as at 31st March, 2021, the Corporate Social Responsibility Committee comprises of 3 (Three) members of the Board, 1 (One) of which is Executive Director, 2 (Two) are Non-Executive Independent Directors. The Chairman of the Committee is an Independent Director

| Sl No. | Name | Category | Designation | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|---------------|----------------------|------------------------------------|--------------------|---|---|
| 1. | Bela Khattar Chauhan | Non Executive Independent Director | Chairman | 01 | 01 |
| 2. | Parveen Kumar Jain | Non Executive Independent Director | Member | 01 | 01 |
| 3. | Arun Kumar Jain | Executive Director | Member | 01 | 01 |

- 3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company:**

The Company has framed a CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same is placed on the Company's website and the web link for the same is: <http://bonlonindustries.com/investors-corner/>

Details of the CSR projects approved by the Board can be access on the Company website and the web link for the same is: <http://bonlonindustries.com/investors-corner/>

The composition of the CSR committee is available on the website and the web link for the same is: <http://bonlonindustries.com/investors-corner/>

4. The details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):

Not Applicable.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Not Applicable.

6. Average net profit of the company as per section 135(5):

Section 135 of the Companies Act, 2013 and the Rules made thereunder prescribe that every Company having a net worth of Rs. 500 crores or more, or turnover of Rs. 1,000 crores or more or a net profit of Rs. 5 crores or more during immediately preceding financial year shall ensure that the Company spends, in every financial year, at least 2% of the average net profits made during the three immediately preceding financial years, in pursuance of its Corporate Social Responsibility policy.

The Average net profit of the company as per section 135(5): Rs. 1489 Lakhs

7. Prescribed CSR Expenditure

- a. Two percent of average net profit of the Company as per Section 135(5):Rs. 10,00,000/-
- b. Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil
- c. Amount required to be set off for the financial year: Nil
- d. Total CSR obligation for the financial year (7a+7b-7c): Rs. 10,00,000/-

The prescribed CSR Expenditure to be incurred during the financial year i.e. 2020-21 was Rs. 10,00,000/-.

8. Details of CSR spent or unspent during the Financial Year

- a. Total amount to be spent for the Financial Year = 10,00,000/-
- b. Amount unspent, if any = NIL
- c. Details of CSR amount spent against ongoing projects for the financial year: N.A.

| (Amount in Lakhs) | | | | | | | | | | |
|-------------------|---------------------------------|---|---------------------|---|----------------------------------|--|------------------|---|---|---|
| Sl No. | CSR project or activity defined | Sector in which the project is covered* | Local Area (Yes/No) | Projects or programs (1) Local area or other (2) Specify the state and district where projects or programs was undertaken | Amount allocated for the project | Amount spent in the current financial year | Project duration | Amount transferred to Unspent CSR Account | Cumulative expenditure upto the reporting period (Financial year 2020-21 onwards) | Amount spent: Direct or through implementing agency |
| Nil | | | | | | | | | | |

- d. Details of CSR amount spent against other than ongoing projects for the financial year:

| (Amount in Lakhs) | | | | | | | | | | |
|-------------------|---------------------------------|---|---------------------|--|----------------------------------|--|---|--|---|--|
| Sl No. | CSR project or activity defined | Sector in which the project is covered* | Local Area (Yes/No) | Projects or programs (1) Local area or other (2) Specify the state | Amount allocated for the project | Amount spent in the current financial year | Amount transferred to Unspent CSR Account | Cumulative expenditure upto the reporting period (Financial year | Amount spent: Direct or through implementing agency | |

| | | | | and district where projects or programs was undertaken | | | | 2020-21 onwards) | |
|-----------|--|--|----|---|-----------------|-----------------|-----|-------------------------|---------------------------|
| 1. | Upliftment of Education, Skill development, E-schooling in Rural Areas | Activities mentioned in Point No. (ii) of Schedule VII | No | In State of Uttar Pradesh | Rs. 10,00,000/- | Rs. 10,00,000/- | NIL | Rs. 10,00,000/- | Through implanting agency |
| | | | | | | | | | |

* Sector refers to the Entries specified in Schedule VII to the Companies Act, 2013.

- e. Amount spent in Administrative Overheads: Nil
- f. Amount spent on Impact Assessment, if applicable: NA
- g. Total amount spent for the Financial Year (8c+8d+8e+8f): Rs. 10 Lakhs.

9. Details of Unspent CSR amount for the preceding three financial years: Nil

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details) :

Not Applicable.

11. In case the company has failed to spend the 2% of the average net profit of the last 3 FYs or any part thereof, the company shall provide the reason for not spending the amount in its board report.

Total amount spent on CSR during the year was Rs. 10/- Lakhs for the Current Year Obligations. Hence there was no unspent amount for the year.

12. Responsibility Statement

We hereby confirmed that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

By Order of the Board of Directors
For, **Bonlon Industries Limited**

Date: September 03, 2021
Place: New Delhi

(Raj Jain)
Chairman & Managing Director
DIN: 01018724

ANNEXURE- III

DISCLOSURE IN THE BOARD'S REPORT UNDER SECTION 197(12) OF THE ACT READ WITH RULE 5 OF COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Particulars of remuneration of Directors/ KMP/Employees

There are no employees who are in receipt of remuneration in excess of the limits prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

| Sl No. | Particulars | | | |
|--------|---|--|-------------------------------|---------------------|
| | | Name of the Director | Total Remuneration (In Lakhs) | Ratio to the Median |
| (i) | The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year. 2020-21 | Raj Jain | 7.20 | 1.97:1 |
| | | Arun Kumar Jain | 7.20 | 1.97:1 |
| | | | | |
| (ii) | The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary in the financial year 2020-21 | Name | % of Increase | |
| | | Raj Jain | No increase | |
| | | Arun Kumar Jain | No increase | |
| | | Naveen Kumar | No increase | |
| | | Ankit Gupta | No increase | |
| (iii) | The percentage increase in the median remuneration of employees in the financial year 2020-21 | There was no increase in salary during the year Financial Year 2020-21 due to Covid-19 Pandemic and therefore no change in median salary as compared to previous year. | | |
| (iv) | The number of permanent employees on the rolls of the company. | The total number of permanent employee of Bonlon Industries Limited as on 31 st March, 2021 were 10 employees. | | |

| | | |
|------|---|--|
| (v) | Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration. | There was no increase in Managerial remuneration and employees' salary during the Financial Year 2020-21 due to COVID 19. |
| (vi) | It is hereby affirmed that the remuneration is as per the Remuneration Policy of the Company. | Pursuant to Rule 5(1)(xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and senior Management is as per the Remuneration Policy of the Company. |

Information pursuant to Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

| Name | Age | Designation | Remuneration (Amount in Lakhs) P.A. | Qualification | Total Experience (Years) | Date of Commencement of Employment | Previous employment/ position held | Relative of Director or not |
|-----------------|----------|-------------------------|-------------------------------------|------------------|--------------------------|------------------------------------|------------------------------------|-----------------------------|
| Naveen Kumar | 32 Years | Company Secretary | 7.18 | B.Com, CS, LL.B. | 08 Years | 01.06.2019 | - | No |
| Sanjay Raina | 45 Years | Accountant | 6.00 | Graduation | 20 Years | 01.02.2012 | - | No |
| Ankit Gupta | 34 Years | Chief Financial Officer | 5.40 | BBA | 10 Years | 01.06.2019 | - | No |
| Satbinder Singh | 43 Years | Accounts Manager | 5.40 | M.Com | 15 Years | - | - | No |
| Kalyan Sahai | 57 Years | Supervisor | 3.66 | 12 th | 32 Years | 01.04.2012 | - | No |
| Kripa Shankar | 53 Years | Supervisor | 3.66 | 12 th | 30 Years | 01.02.2012 | - | No |
| Uday | 36 Years | Driver | 2.40 | 10 th | 12 Years | - | - | No |
| Govind | 46 Years | Multi Tasking | 2.28 | 08 th | 25 Years | - | - | No |

| | | | | | | | | |
|-------------|----------|-------------|------|------------------|----------|------------|---|----|
| | | Staff | | | | | | |
| Gulab Chand | 49 Years | Supervis or | 1.75 | 12 th | 28 Years | 01.04.2013 | - | No |
| Bal Kishan | 49 years | Field Staff | 1.74 | 10 th | 26 years | - | - | No |

Note:

1. Remuneration includes Basic Salary & Allowances.
2. The nature of employment is regular in all the above cases.
3. None of the employee has drawn in excess of remuneration drawn by MD / WTD and holds not less than 2% of the Equity Shares of the Company as on March 31, 2021.
4. All the employees have adequate experience to discharge the responsibility assigned to them.

By Order of the Board of Directors
For, **Bonlon Industries Limited**

Date: September 03, 2021

Place: New Delhi

(Raj Jain)
Chairman & Managing Director
DIN: 01018724



Bansal Vikas & Associates
(Company Secretaries)

☎ 97116-66080, 94682-54325
☎ 011- 27357500, 600
✉ csvikasbansal@gmail.com

ANNEXURE- IV

SECRETARIAL AUDIT REPORT

For The Financial Year Ended 31st March, 2021
{Pursuant to Section 204(1) of the Companies Act, 2013 and
rule 9 of the Companies (Appointment and Remuneration
of Managerial Personnel) Rules, 2014}

To,

The Members,
BONLON INDUSTRIES LIMITED

I have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to good corporate practices by **BONLON INDUSTRIES LIMITED** (hereinafter called BONLON / the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the BONLON 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 period ended on 31st March, 2021 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 the books, papers, minute books, forms and returns filed and other records maintained by **BONLON INDUSTRIES LIMITED** (“the Company”) for the financial year ended on 31st March, 2021 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **N.A**
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulation, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
 - d. Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015
 - e. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **N.A**
 - f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **N.A.**
 - g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, and dealing with client;
 - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **N.A.** and
 - i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **N.A.**
- (vi) Compliances/ processes/ systems under other applicable Laws to the Company are being verified on the basis of periodic certificate submitted to the Board of Directors of the Company.

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

- a. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.

- b. The Listing Agreements entered into by the Company with BSE Limited read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observation:

Observations:

I 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.

Majority decision is carried through were captured and recorded as part of the minutes of the meeting.

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 and Company is in process of reviewing & strengthening the same.

**For and behalf of
Bansal Vikas& Associates
Company Secretaries**

**VikasBansal
M.No: FCS 11296
C P No.: 15693**

**Place: New Delhi
Date: 06/08/2021**

UDIN: F011296C000749220

This report is to be read with our letter of even date which is annexed as “**Annexure A**” and forms an integral part of this report.



ANNEXURE: A

To,

The Members,
BONLON INDUSTRIES LIMITED

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records, registers is the responsibility of the management of the Company. Our Responsibility is to express an opinion on these secretarial records based on our audit.

2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.

5. The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit Report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For and behalf of
Bansal Vikas& Associates
Company Secretaries**

**VikasBansal
M.No: FCS 11296
C P No.: 15693**

**Place: New Delhi
Date: 06/08/2021**

CORPORATE GOVERNANCE

Your Company firmly believes that maintaining the highest standards of Corporate Governance is the implicit rule that determines a management's ability to make sound decisions and to perform efficiently and ethically in the best interest of its shareholders and other stakeholders to create value for all. **Corporate Governance clauses of the SEBI (LODR) Regulations, 2015 are not applicable to the Company, but the Company has voluntarily complied the Corporate Governance clauses.**

The philosophy of Corporate Governance is a principle based approach as codified in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, encompassing the fundamentals of rights and roles of various stakeholders of the Company, disclosure, transparency and board responsibility.

A report on Corporate Governance Compliance of your Company for the year ended March 31, 2021 is as below:

1. BOARD OF DIRECTORS:

Your Company has the combination of Executive and Non-Executive Directors in conformity with Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company's Board consists of Six Directors as on date of this report having considerable professional experience in their respective fields. Out of them two are Independent Directors (including woman director), two are Executive Directors (including Chairman) and one Non- Executive Director and One Additional Independent Director.

As per the declarations received by the Company from each of the Directors, none of them are disqualified under Section 164(2) of the Companies Act, 2013.

The Independent Directors of the Company are in compliance with the provisions of Regulation 25 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, disclosures have been made by the Directors regarding their Chairmanships/ Memberships of the mandatory Committees of the Board and that the same are within the maximum permissible limit as stipulated in 25 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Board Meetings

Fourteen Board Meetings were held during the year on 16.05.2020, 19.05.2020, 27.05.2020, 22.06.2020, 24.06.2020, 08.07.2020, 10.08.2020, 29.08.2020, 22.10.2020, 13.11.2020, 02.12.2020, 04.12.2020, 13.03.2021, 31.03.2021

Directors' Attendance Record and their other Directorships/ Committee Memberships

As mandated by Regulation 26 of the Listing Regulations, none of the Directors is a member of more than ten Board Committees (considering only Audit Committee and Stakeholders' Relationship Committee) or Chairman of more than five Committees

across all public limited companies (listed or unlisted) in which he/she is a Director. Further all Directors have informed about their Directorships, Committee memberships/ Chairmanships including any changes in their positions. Relevant details of the Board of Directors as on March 31, 2020 are given below:

| Name of the director | Category | ATTENDANCE IN F.Y. 2020-21 | | | No. of other Directorship and Committee Memberships/ Chairmanships held Committee held* | | |
|----------------------|-------------|----------------------------|----------|-------------------------|---|-----------------------|-------------------------|
| | | No. of board meetings held | Attended | Last held on 30.12.2020 | Other Directorship | Committee Memberships | Committee Chairmanships |
| Raj Jain | Chairman/ED | 14 | 14 | Yes | - | - | - |
| Arun Kumar Jain | PD/ED | 14 | 14 | Yes | 4 | 2 | - |
| Smita Jain | NED | 14 | 14 | Yes | 1 | - | - |
| Bela Khattar Chauhan | ID | 14 | 14 | No | - | - | - |
| Parveen Kumar Jain | ID | 14 | 14 | Yes | - | - | - |

#PD – Promoter Director; NED – Non-Executive Director; ID – Non-Executive Independent Director; ED – Executive Director

*In accordance with Regulation 26 of the Listing Regulations, Chairmanships/Memberships of only Audit Committees and Stakeholders Relationship Committee in all Public Limited Companies (Listed and Unlisted) have been considered.

Independent Director

As mandated by the Listing Regulations, the Independent Directors on your Company's Board:

- a. Are persons of integrity and possess relevant expertise and experience, in the opinion of the Board of Directors;
- b. Are not a Promoter of the Company or its holding, subsidiary or associate company;
- c. Are not related to Promoters or Directors in the Company, its holding, subsidiary or associate company;
- d. have or had no material pecuniary relationship with the Company, its holding, subsidiary or associate company, or their Promoters, or Directors, during the two immediately preceding financial years or during the current financial year;
- e. Have no relative, who has or had pecuniary relationship or transaction with the Company, its holding, subsidiary or associate company, or their Promoters, or Directors, amounting to two per cent or more of its gross turnover or total income or Fifty Lakh rupees or such higher amount as may be prescribed from time to time, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- f. Neither themselves nor any of their relatives —
 - A. hold or have held the position of a Key Managerial Personnel or are or have been employee of the Company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which they were proposed to be appointed;

B. are or have been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which they were proposed to be appointed, of -

(1). a firm of Auditors or Company Secretaries in practice or Cost Auditors of the Company or its holding, subsidiary or associate company; or

(2). any legal or a consulting firm that has or had any transaction with the Company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;

(iii) hold together with their relatives two per cent or more of the total voting power of the Company; or

(iv). is a Chief Executive or Director, by whatever name called, of any non-profit organisation that receives twenty five per cent or more of its receipts or corpus from the Company, any of its Promoters, Directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the Company;

(v). is a material supplier, service provider or customer or a lessor or lessee of the Company;

g. are not less than 21 years of age.

The Independent Directors have confirmed that they meet the criteria of independence laid down under the Companies Act, 2013 and the Listing Regulations.

Maximum Tenure of Independent Directors

In accordance with Section 149(11) of the Companies Act, 2013, the current tenure of Independent Directors of the Company is for a term of 5 consecutive years from the date of their appointment.

Number of Independent Directorships

In compliance with Regulation 25 of the Listing Regulations, Directors of the Company do not serve as Independent Director in more than seven listed companies. In case he/she is serving as a Whole-Time Director in any listed company, does not hold the position of Independent Director in more than three listed companies.

Terms and conditions of appointment of Independent Directors

The terms and conditions of appointment of Independent Directors have been disclosed on the website of the Company viz. www.bonlonindustries.com.

Separate Meeting of Independent Director

In accordance with Companies Act, 2013, the Independent Directors of the Company shall hold at least one meeting in a year without the presence of Non-Independent Directors and members of management.

During the year under review, separate meeting of the Independent Directors of the Company was held on March 23, 2021.

Familiarisation Program for Independent Directors

The Company conducts Familiarization Programme for the Independent Directors to enable them to familiarize with the Company, its management and its operations so as to gain a clear understanding of their roles, rights and responsibilities for the purpose

of contributing significantly towards the growth of the Company. They are given full opportunity to interact with senior management personnel and are provided with all the documents required and/or sought by them to have a good understanding of the Company, its business model and various operations and the industry, it is a part. The Policy on Familiarisation Programme for Independent Directors is also available on the Company's website www.bonlonindustries.com under the web link <https://bonlonindustries.com/Investor-docs/BOARD/FAMILARISATION%20PROGRAMME%20FOR%20INDEPENDENT%20DIRECTORS.pdf>

Performance Evaluation of the Board, its Committees and Individual Directors, including Independent Directors

Pursuant to applicable provisions of the Companies Act, 2013 and the Listing Regulations, the Board, in consultation with its Nomination & Remuneration Committee, has formulated a framework containing, inter-alia, the criteria for performance evaluation of the entire Board of the Company, its Committees and Individual Directors, including Independent Directors. The framework is monitored, reviewed and updated by the Board, in consultation with the Nomination and Remuneration Committee, based on need and new compliance requirements.

For evaluation of the entire Board and its Committees a structured questionnaire, covering various aspects of the functioning of the Board and its Committee, such as, adequacy of the constitution and composition of the Board and its Committees, matters addressed in the Board and Committee meetings, processes followed at the meeting, Board's focus, regulatory compliances and Corporate Governance, etc is in place. Similarly, for evaluation of Individual Director's performance, the questionnaire covers various aspects like his/ her profile, contribution in Board and Committee meetings, execution and performance of specific duties, obligations, regulatory compliances and governance, etc.

Accordingly, the annual performance evaluation of the Board, its Committees and each Director was carried out for the financial year 2020-21

The Independent Directors had met separately on March 23, 2021 without the presence of Non-Independent Directors and the members of management and discussed, inter-alia, the performance of non- Independent Directors and Board as a whole and the performance of the Chairman of the Company after taking into consideration the views of executive and Non-Executive Directors.

The Nomination and Remuneration Committee has also carried out evaluation of every Director's performance. The performance evaluation of all the Independent Directors have been done by the entire Board, excluding the Director being evaluated. On the basis of performance evaluation done by the Board, it determines whether to extend or continue their term of appointment, whenever the respective term expires.

The Directors expressed their satisfaction with the evaluation process.

Disclosure of relationships between Directors inter-se

None of the Directors are related to each other, except Mr. Arun Kumar Jain and Mrs. Smita Jain who are related to each other. Mr. Arun Kumar Jain and Mrs. Smita Jain are Husband and Wife to each other.

Remuneration Policy

The remuneration paid to Executive Directors of the Company is approved by the Board of Directors on the recommendation of the Nomination and Remuneration Committee. The Company's remuneration strategy is market-driven and aims at attracting and retaining high calibre talent. The strategy is in consonance with the existing industry practice and is directed towards rewarding performance, based on review of achievements, on a periodical basis.

Remuneration paid to Executive Directors

Your Board currently comprises of Two Executive Director viz. Mr. Raj Jain, Managing Director and Mr. Arun Kumar Jain, Director.

Mr. Raj Jain and Mr. Arun Kumar Jain has Drawn a salary of Rs. 60,000/- each during the financial year 2020-21 duly recommended by the nomination and remuneration committee, Board of Directors and approved by Shareholders.

Remuneration paid to Non-Executive Directors

No Remuneration was paid to Non-Executive Directors during the financial year under review.

Shareholding of Non-Executive Directors

Only Mrs. Smita Jain Jain, Non-Executive Directors was holding shares in the Company during Financial Year 2020-21.

It is thereby, affirmed that remuneration is as per remuneration policy of the Company.

2. ANNUAL GENERAL MEETING

The Annual General Meeting for the year ended 31st March, 2020 was held on 30 December, 2020. All the Directors had attended the meeting except Mrs. Bela Khattar Chauhan due to health issues.

3. CODE OF CONDUCT:

The Board has adopted a code of conduct for all Board members and senior management of the company. The term senior management means personnel of the company who are members of its core management team excluding Board of Directors. Normally this would comprise all members of management one level below the executive directors, including all functional heads. The code has been circulated to all members of the Board and senior management and the compliance of the same has been affirmed by them. A declaration signed by the Chairman and Managing Director is given below.

I hereby confirm that: "The Company has obtained from all the members of the Board and senior management, affirmation that they have complied with the code of conduct for directors and senior management in respect of the financial year 2020-21"

Sd/-
(Raj Jain)

Chairman & Managing Director

4. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING

The Company has adopted a Code of Conduct for Prevention of Insider Trading as well as a Code of Corporate Disclosure Practices (Code), as prescribed by the SEBI Regulations in this regard. The Compliance Officer is responsible for monitoring adherence to the rules for the preservation of Unpublished Price Sensitive Information, pre-clearance of trades, monitoring of trades and implementation of the Code for trading in Company's securities, under the overall supervision of the Board. All Directors and employees, who could be privy to the Unpublished Price Sensitive Information of the Company, are governed by this Code.

Mr. Naveen Kumar, Company Secretary is also appointed as Compliance Officer of the Company.

5. CEO/CFO CERTIFICATION:

The Managing Director/CEO and CFO has certified to the Board of Directors, inter alia, the accuracy of financial statements and adequacy of internal controls for the financial reporting purpose as required under Clause SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended 31st March, 2021. Certification from CEO/CFO is annexed herewith this report, which is also forwarded to the Stock Exchange, where the securities of the Company are listed as a part of Annual Report.

6. COMMITTEES

Company has constituted an Audit Committee, a Nomination and Remuneration Committee and Shareholder Relationship Committee. The functioning of each of these Committees is regulated by the specific terms of reference, roles and responsibilities and powers detailed in their respective Charters.

The Company Secretary of the Company acts as the Secretary to these Committees.

The Minutes of the meetings of all these Committees are placed before the Board for discussions / noting. None of the Directors is a member of more than ten committees or Chairman of more than five committees across all companies in which they are Directors.

Declarations regarding committee memberships / chairmanships, in other public companies, as on 31st March, 2021 have been received from the Directors.

(A) AUDIT COMMITTEE

In compliance with Section 177 of the Companies Act, 2013 read with rules made thereto and Regulation 18 of the Listing Regulations, the 'Audit Committee' of the Board comprises of:

| Name of the Director | Status | Nature of Directorship |
|-----------------------------|---------------|--------------------------------------|
| Bela Khattar Chauhan | Chairperson | Non-Executive & Independent Director |
| Parveen Kumar Jain | Member | Non-Executive & Independent Director |
| Arun Kumar Jain | Member | Director |

2/3rd of the members of Audit Committee are Independent Directors.

Audit Committee was composed on 02.07.2019.

Role of the Audit Committee:

1. Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors. 150
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to: a. Matters required to be included in the Directors Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013. b. Changes, if any, in accounting policies and practices and reasons for the same. c. Major accounting entries involving estimates based on the exercise of judgment by management. d. Significant adjustments made in the financial statements arising out of audit findings. e. Compliance with listing and other legal requirements relating to financial statements. f. Disclosure of any related party transactions. g. Modified opinion(s) in the draft audit report.
5. Reviewing, with the management, the half yearly and annual financial statements before submission to the board for approval.
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/Draft Prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
7. Reviewing and monitoring the auditor's independence and performance and effectiveness of audit process.
8. Approval of any transactions of the Company with Related Parties, including any subsequent modification thereof.
9. Scrutiny of inter-corporate loans and investments.
10. Valuation of undertakings or assets of the Company, wherever it is necessary.
11. Evaluation of internal financial controls and risk management systems.

12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
14. Discussion with internal auditors on any significant findings and follow up there on.
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
18. To review the functioning of the Whistle Blower mechanism, in case the same exists.
19. Approval of appointment of Chief Financial Officer or any other person heading the finance function or discharging that function after assessing the qualifications, experience & background, etc. of the candidate.
20. To overview the Vigil Mechanism of the Company and took appropriate actions in case of repeated frivolous complaints against any Director or Employee.
21. Monitoring the end use of funds raised through public offers and related matters.

The Audit Committee shall mandatorily review the following information:

1. Management Discussion and Analysis of financial condition and results of operations.
2. Statement of significant related party transactions (as defined by the Audit Committee), submitted by management.
3. Management letters / letters of internal control weaknesses issued by the statutory auditors.
4. Internal audit reports relating to internal control weaknesses.
5. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
6. Statement of deviations:
 - a) Half yearly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
 - b) Annual statement of funds utilized for purposes other than those stated in the offer document/Draft Prospectus/notice in terms of Regulation 32(7) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Powers of the Audit Committee:

- Investigating any activity within its terms of reference;
- Seeking information from any employee;

- Obtaining outside legal or other professional advice; and
- Securing attendance of outsiders with relevant expertise, if it considers necessary.

Audit Committee Meetings

In addition to the Audit Committee members, the Audit Committee meetings are generally attended by the Company Secretary, Chief Financial Officer, Statutory Auditors and Internal Auditors of the Company. The Company Secretary acts as the Secretary of the Audit Committee.

During the year under review, the Audit Committee met at least once in each quarter and the maximum time gap between two Audit Committee meetings did not exceed the limit prescribed in Regulation 18 of the Listing Regulations.

The committee met Seven times during the year on 16.05.2020, 19.05.2020, 24.06.2020, 22.10.2020, 13.11.2020, 13.03.2021, 31.03.2021

| Name of the Committee Member | Meeting Details | | | Whether Attended the Last AGM |
|------------------------------|----------------------|----------|------------|-------------------------------|
| | Held During the year | Attended | % of Total | |
| BelaKhattarChauhan | 7 | 7 | 100 | No |
| Parveen Kumar Jain | 7 | 7 | 100 | Yes |
| Arun Kumar Jain | 7 | 7 | 100 | Yes |

(B) NOMINATION AND REMUNERATION COMMITTEE

Section 178(1) of the Companies Act, 2013 requires every listed company to constitute a 'Nomination and Remuneration Committee'.

The Committee was composed on 02.07.2019

Composition

The Nomination and Remuneration Committee consists of two Independent Directors and one executive Director as follows:

| Name of the Director | Status | Nature of Directorship |
|----------------------|-------------|--------------------------------------|
| Bela Khattar Chauhan | Chairperson | Non-Executive & Independent Director |
| Parveen Kumar Jain | Member | Non-Executive & Independent Director |
| Smita Jain | Member | Non- Executive Director |

Role of Nomination and Remuneration Committee:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board of Directors a policy relating to, the remuneration of the directors, Key Managerial Personnel and other employees.
2. Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors.
3. Devising a policy on diversity of Board of Directors.
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
5. Whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors.
6. Such other matters as may from time to time be required by any statutory, contractual or other regulatory requirements to be attended to by such committee.

During the financial year 2020-21, the Nomination and Remuneration Committee met Two times i.e. on 02.12.2020 and 30.03.2021

| Name of the Committee Member | Meeting Details | | |
|------------------------------|----------------------|----------|------------|
| | Held During the year | Attended | % of Total |
| Bela Khattar Chauhan | 2 | 2 | 100 |
| Parveen Kumar Jain | 2 | 2 | 100 |
| Smita Jain | 2 | 2 | 100 |

NOMINATION AND REMUNERATION POLICY

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. This policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors. This revised Policy will supersede the existing policy dated 02nd July and this Policy will be effective from 02nd December 2020.

Definitions:

“Remuneration” means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961;

“Key Managerial Personnel” means:

- (i) Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
- (ii) Chief Financial Officer;
- (iii) Company Secretary; and
- (iv) such other officer as may be prescribed.

“Senior Managerial Personnel” mean the personnel of the company who are members of its core management team excluding Board of Directors. Normally, this would comprise all members of management, of rank equivalent to General Manager and above, including all functional heads.

Objective:

The objective of the policy is to ensure that

- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

Role of the Committee:

The role of the NRC will be the following:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board of Directors a policy relating to, the remuneration of the directors, Key Managerial Personnel and other employees.
2. Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors.
3. Devising a policy on diversity of Board of Directors.
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
5. Whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors.
6. Such other matters as may from time to time be required by any statutory, contractual or other regulatory requirements to be attended to by such committee.

APPOINTMENT AND REMOVAL OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIORMANAGEMENT

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy.
- b) A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.
- c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

TERM / TENURE

a) Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Whole Time Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

EVALUATION

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

REMOVAL

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

RETIREMENT

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL

1) Remuneration to Managing Director / Whole-time Directors:

- a) The Remuneration/ Commission etc. to be paid to Managing Director/ Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2) Remuneration to Non- Executive / Independent Directors:

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.
- d) Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:

- i. The Services are rendered by such Director in his capacity as the professional; and
 - ii. In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.
- e) The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share based payments to be made to Directors (other than Independent Directors).

3) Remuneration to Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b) The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share based payments to be made to Key Managerial Personnel and Senior Management.
- c) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.
- d) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

IMPLEMENTATION

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- The Committee may Delegate any of its powers to one or more of its members.

(C)STAKEHOLDERS RELATIONSHIP COMMITTEE:

This Committee was composed on 02.07.2019 and re-composed on 16.05.2020

Composition of the Committee and category of Directors

| Name of the Director | Status | Nature of Directorship |
|-----------------------------|---------------|--------------------------------------|
| Parveen Kumar Jain | Chairperson | Non-Executive & Independent Director |
| Bela Khattar Chauhan | Member | Non-Executive & Independent Director |

| | | |
|-----------------|--------|--------------------|
| Arun Kumar Jain | Member | Executive Director |
|-----------------|--------|--------------------|

Brief terms of reference of the Investor Grievance Committee include the following:

1. Redressal of shareholders'/investors' complaints.
2. Reviewing on a periodic basis the approval of transfer or transmission of shares, debentures or any other securities made by the Registrar and Share Transfer Agent;
3. Issue of duplicate certificates and new certificates on split/consolidation/renewal.
4. Non-receipt of declared dividends, balance sheets of the Company.
5. Carrying out any other function as prescribed under the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Meetings and Attendance during the year

The committee met Four times during the year on 19.05.2020, 10.08.2020, 15.10.2020 and 12.01.2021

| Name of the Committee Member | Meeting Details | | |
|------------------------------|----------------------|----------|------------|
| | Held During the year | Attended | % of Total |
| Parveen Kumar Jain | 4 | 4 | 100 |
| BelaKhattarChauhan | 4 | 4 | 100 |
| Arun Kumar Jain | 4 | 4 | 100 |

Investor complaints

The details of shareholders' complaints received and disposed of during the year under review are as under:

| Nature of Investor Complaints | |
|--|-----|
| - pending at the beginning of the financial Year | NIL |
| - received during the financial year | NIL |
| -disposed off during the financial year | NIL |
| -pending at the end of the financial year | NIL |

Name and Designation of the Compliance Officer

Mr. Naveen Kumar – Company Secretary & Compliance Officer
 Email: cs@bonlonindustries.com

(D) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

This Committee was composed on 13.11.2020

Composition of the Committee and category of Directors

| Name of the Director | Status | Nature of Directorship |
|----------------------|----------|--------------------------------------|
| Bela Khattar Chauhan | Chairman | Non-Executive & Independent Director |
| Parveen Kumar Jain | Member | Non-Executive & Independent Director |
| Arun Kumar Jain | Member | Executive Director |

Brief terms of reference of CSR Committee shall, inter-alia, include the following:

- a. To formulate and recommend to the Board, a CSR policy which shall indicate the activities to be undertaken by the Company as per the Companies Act, 2013;
- b. To review and recommend the amount of expenditure to be incurred on the activities to be undertaken by the company;
- c. To monitor the CSR policy of the Company from time to time;
- d. Any other matter as the CSR Committee may deem appropriate after approval of the Board of Directors or as may be directed by the Board of Directors from time to time.

Meetings and attendance during the year

The committee met one time during the year on 02.12.2020.

The meetings were attended by all the members of the committee.

7. GENERAL BODY MEETINGS

The detail of Last Three Annual General Meeting of the Company as follows:

| For F.Y. | Venue | Date | Day | Time |
|-----------|--|------------|-----------|----------|
| 2019-2020 | Through VC/OAVM having deemed venue 7A/39 (12 FF), Channa Market, Karol Bagh, New Delhi-110005 | 30.09.2020 | Wednesday | 01.00 PM |
| 2018-2019 | 7A/39(12-F.F), Channa Market, Karol Bagh, New Delhi-110005 | 30.09.2019 | Monday | 12.30 PM |
| 2017-2018 | 6B/10, NEA Old Rajinder , New Delhi-110060 | 24.09.2018 | Monday | 04.30 PM |

* Whether any Special Resolution passed in the previous 3 AGMs; Yes

* Whether special resolutions were passed through postal ballots: No

* Are votes proposed to be conducted through postal ballots this year: No

8.

1. Disclosures on materially significant related party transactions i.e., transactions of the company of material nature, with its promoter, the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of company at large:

All transactions with related parties were in the ordinary course of business and at arm's length and duly approved by Audit Committee of the company. The company has not entered into any transaction of a material nature with any of the related parties which are in conflict with the interest of the company.

The details of related party transactions are disclosed in Statement of Related Party Disclosures forming part of the Financial Statement which are integral part of Annual Report.

2. Details of non-compliance by the Company, penalties, and strictures imposed on the company by Stock Exchange, SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

No non-compliance was made by the Company and no penalties and strictures imposed on the Company the Stock Exchange, SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

3. Compliance with Accounting Standards

In the preparation of financial statements there is no deviation from the prescribed Accounting Standards.

4. Compliance Certificate from the Practicing Company Secretary

Certificate from the Practicing Company Secretary confirming compliance Corporate Governance Clauses of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

9. Means of Communication

Half Yearly and Annual Financial Results

Pursuant to Regulation 33 and Regulation 30 of the Listing Regulations, the Company furnishes the half yearly un-audited as well as annual audited Financial Results, (within 30 minutes of closure of the Board meeting) by online filings, to the Stock exchange i.e. BSE Limited. Such information has also been displayed in the 'Investors' section on the Company's website i.e. www.bonlonindustries.com.

Website

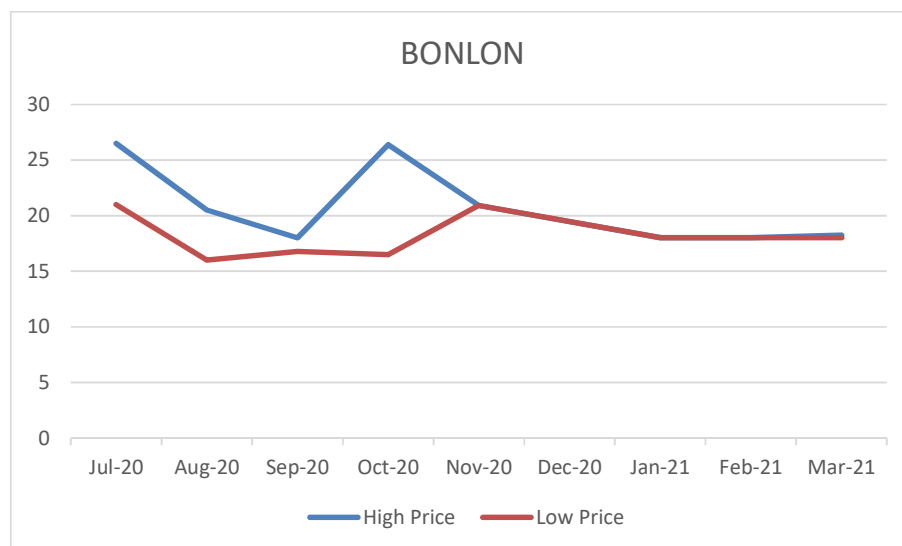
Pursuant to Regulation 46 of the Listing Regulations, the Company's website www.bonlonindustries.com contains a separate section 'INVESTOR'S CORNER' where all the information needed by shareholders is available including information on Directors, Shareholding Pattern, Quarterly Reports, Financial Results, Annual Reports, Press Releases and various policies of the Company.

10. General Shareholder Information:

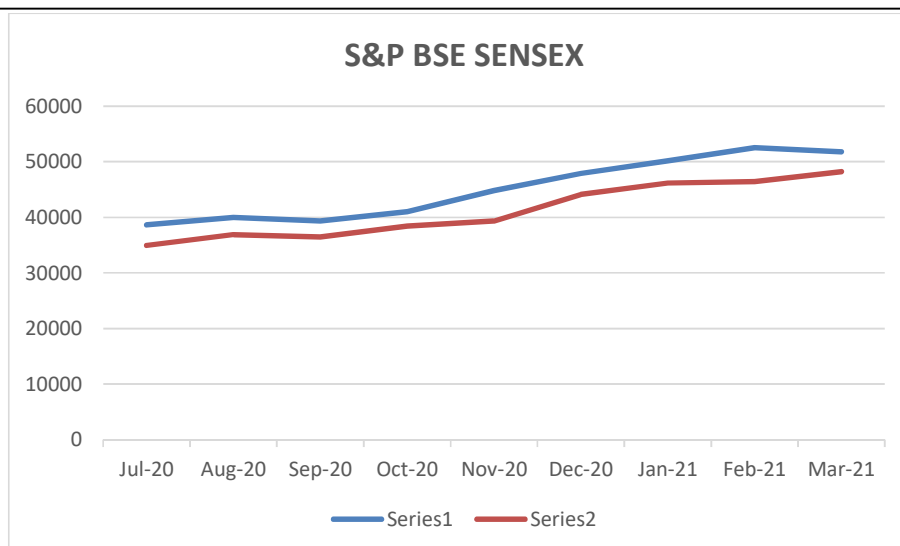
1. Annual General Meeting Date: 30th September, 2021 at 01:00 P.M. through VC/OAVM
2. Financial Year: 01st April 2020 to 31st March 2021
3. Dividend recommended for the year: NIL
4. CUTT-OFF Date: 03.09.2021/ For Voting & e-voting: 23.09.2021
5. Listing on stock exchange: BSE Limited (SME Platform). The Company has paid the Annual Listing Fee within time.
6. Market price Data (Face value of Rs. 10/-) (BSE): High/Low-

BSE Limited

| Month | High Price | Low Price | No. of Shares Traded |
|----------------|------------|-----------|----------------------|
| July 2020 | 26.5 | 21 | 140000 |
| August 2020 | 20.5 | 16 | 72000 |
| September 2020 | 18 | 16.8 | 40000 |
| October 2020 | 26.4 | 16.5 | 88000 |
| November 2020 | 20.9 | 20.9 | 4000 |
| December 2020 | - | - | |
| January 2021 | 18 | 18 | 4000 |
| February 2021 | 18 | 18 | 4000 |
| March 2021 | 18.25 | 18 | 344000 |



7. Performance in comparison to broad-based indices:



8. Share transfer system: During the year the share transfers which were received in physical form and for which documents were valid and complete in all respects, were processed and the share certificates were returned within the prescribed time from the date of receipt.

9. Distribution of shareholding:

The shareholding pattern as on 31st March 2021 is as follows.

1. Promoter & Promoter Group – 95,51,643 Shares – 67.34%
2. Public Shareholding – 46,31,715 shares – 32.66%

TOTAL 14183358 Shares - 100.00%

10. Dematerialization of shares and liquidity: The company has executed agreements with National Securities Depositories Limited (NSDL) and Central Depository Services Limited (CDSL) for Dematerialization of shares. The 100% Equity Shares of the Company are in Dematerialize Form.

11. Outstanding GDR/ADR/Warrants or any convertible instruments, conversion instruments, conversion date and impact on equity: NIL

12. Address for correspondence: 7A/39(12- First Floor), WEA Channa Market, Karol Bagh, New Delhi - 110005.

13. Registrar and Share Transfer Agents:- Bigshare Services Private Limited
1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis Apartments (Next To Keys Hotel), Marol Maroshi Road, Andheri East, Mumbai 400059

14. Credit Rating: As on date the Company has not obtained Credit Rating. All previous Credit Rating have been surrendered.

CEO/CFO CERTIFICATION

To,
The Board of Directors
Bonlon Industries Limited
Delhi.

Dear Sirs,

We have reviewed financial statements and the cash flow statement for the year ended 31st March 2021 and to the best of our knowledge and belief that:

- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- iii. No transactions entered into by the Company during the above said period which are fraudulent, illegal or volatile of the company's code of conduct.

We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

We have indicated to the auditors and Audit Committee that:

- iv. Significant changes in internal control over financial reporting during the year;
- v. Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements; and
- vi. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

(Raj Jain)
Managing Director
DIN: 01018724

(Ankit Gupta)
Chief Financial Officer

Place: New Delhi
Date : 30.06.2021



Bansal Vikas & Associates
(Company Secretaries)

97116-66080, 94682-54325
011- 27357500, 600
csvikasbansal@gmail.com

ANNEXURE-V

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To,

The Members,
BONLON INDUSTRIES LIMITED

We have examined the compliance of the conditions of Corporate Governance by BONLON INDUSTRIES LIMITED during the year ended 31st March, 2021 as stipulated in Chapter IV read with Schedule V of the SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015 of the said Company with the Stock Exchange.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the company.

In our opinion and to the best of our information and explanation given to us by the company, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned SEBI Regulations, as and when applicable.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For and behalf of
Bansal Vikas & Associates
Company Secretaries

Vikas Bansal
M.No: FCS 11296
C P No.: 15693

Place: New Delhi
Date: 06/08/2021



Bansal Vikas & Associates
(Company Secretaries)

97116-66080, 94682-54325
011- 27357500, 600
csvikasbansal@gmail.com

ANNEXURE-VI

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34(3) and Schedule V Para C
clause (10) (i) of the SEBI (Listing Obligations
and Disclosure Requirements) Regulations, 2015)

Date: 06.08.2021

To,

The Members,
BONLON INDUSTRIES LIMITED
7A/39 (12- FIRST FLOOR), WEA CHANNA MARKET,
KAROL BAGH, NEW DELHI 110005

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of BONLON INDUSTRIES LIMITED having CIN L27108DL1998PLC097397 and having registered office at 7A/39 (12- First Floor), WEA Channa Market, Karol Bagh, New Delhi 110005 IN (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10 (i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

| S. NO. | NAME OF DIRECTOR | DIN | DATE OF APPOINTMENT |
|---------------|-------------------------|------------|----------------------------|
| 1. | ARUN KUMAR JAIN | 00438324 | 10/12/1998 |
| 2. | SMITA JAIN | 00438282 | 10/12/1998 |
| 3. | RAJ JAIN | 01018724 | 20/06/2018 |
| 4. | BELA KHATTAR CHAUHAN | 08475517 | 11/06/2019 |
| 5. | PARVEEN KUMAR JAIN | 08475527 | 11/06/2019 |

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion based on our verification. This certificate 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 and behalf of
Bansal Vikas & Associates
Company Secretaries

Vikas Bansal
M.No: FCS 11296
C P No.: 15693

Place: New Delhi
Date: 06/08/2021

UDIN: F011296C000749275

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

This Management Discussion and Analysis Report discusses and analyses the performance for the year ended 31st March 2021.

INDIAN ECONOMY:

This Financial Year 2020-21 was quite different for the Indian as well as global economy. The year was begun with a lockdown. Although this helped us to contain the COvid-19 pandemic upto some extent but it significantly impacted various facets of the society and economy, including consumer behaviour, logistics, industrial production, construction activities, government earnings and overall trade activities. The lockdown also exacerbated unemployment and dampened consumer spending, which contributes to nearly half of India's GDP. Later various initiatives undertaken by the government (and the Reserve Bank of India) such as the economic stimulus that amounted to more than 10% of the total GDP, liquidity support, lowering of interest rates and loan moratoriums aided a sequential revival of the economy. Consumer sentiment and demand witnessed a sharp recovery in the second half of the year, led by phased unlocking, decreasing number of infections and hopes created by the vaccination drive. Macro indicators such as GST collections, Index for Industrial Production (IIP), Purchasing Manager's Index (PMI), steel and power demand, and rising auto sales showcased an improving economic trajectory in the second half of the year, pushing GDP growth to positive territory. A normal monsoon and reverse migration accelerated the semi-urban and rural economy. However, growth in urban India remained affected by intermittent government restrictions. We believe that post-pandemic, the Indian economy is likely to pivot with a strong mix of structural growth drivers catalysing medium to long-term growth.

But again, the second wave of COVID-19 has threaten the economy and people. This second wave was proven more disruptive than its predecessor. We strongly determinant that soon we will also come out of the effect of this second wave also.

OVERALL REVIEW OF OPERATIONS OF THE COMPANY:

The company is in the business of Manufacturing and Trading of Ferrous and Non Ferrous Metals and Hotel Industry. But the manufacturing unit is temporarily closed after the COVID-19 Lockdown in 2020 and till now there are no manufacturing activities. But soon the Company may start manufacturing activities. The Company achieved a turnover of Rs. 135 Crores. The operational profits have improved on account of optimizing all the operations of the company.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Metal plays a vital role in the economy of the country by contributing to GDP, generating employment and earning foreign exchange. Besides, there are a large number of industries dependent on this sector. Metals Industry is also one of the major industry of the Country. It is a base of various other industries.

OPPORTUNITIES AND THREATS:

Numerous sectors in market are dependent on Metals Industry. It plays a important role in supplying the raw material to various other industries and sometime its finished products are used as it is. So this industry has a huge opportunities in economy.

But opportunities always give rise to the competition and that's why the industry is becoming competitive. There are new companies coming up in this segment. Some of them are working at large scale. But despite the stiff competition, focus of the Company will remain on redemption of the available opportunities.

OUTLOOK:

The company is taking all efforts to improve the quality of its products to get more orders at competitive rates. Due to bulk orders and bargain power Company is able to quote better rates and maintain high quality & productivity of the products traded. Barring unforeseen circumstances the company is confident of achieving better results in the current year.

In trading segment also the Company is emphasizing on dealing on quality product, timely delivery of the goods and after sale services.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and those transactions are authorized, recorded and reported correctly. The internal control is exercised through documented policies, guidelines and procedures. It is supplemented by an extensive program of internal audits conducted by Internal Auditor appointed in pursuance of applicable Laws. The audit observations and corrective action taken thereon are periodically reviewed by the audit committee to ensure effectiveness of the internal control system. The internal control is designed to ensure that the financial and other records are reliable for preparing financial statements and other data, and for maintaining accountability of persons.

FINANCIAL AND OPERATIONAL PERFORMANCE:

The financial statements have been prepared in compliance with the requirements of the Companies Act, 2013 and Generally Accepted Accounting Principles in India. Please refer Directors' Report in this respect.

HUMAN RESOURCES/INDUSTRIAL RELATIONS:

The Company's HR philosophy is to establish and build a high performing organization, where each individual is motivated to perform to the fullest capacity to contribute to developing and achieving individual excellence and departmental objectives and continuously improve performance to realize the full potential of our personnel.

SIGNIFICANT CHANGES

Details of change significant changes in key financial ratios during the year as compared to previous year are given hereunder:

| PARTICULAR | %CHANGE IN RATIO |
|-------------------------|-------------------------|
| Debtors Turnover Ratio | (20.35)% |
| Inventory Turnover | (73.43)% |
| Interest Coverage Ratio | (78.32)% |
| Current Ratio | 120% |
| Debt Equity Ratio | 0% |
| Operating Profit Margin | (59.08)% |
| Net Profit Margin | (70.67)% |

The changes which are more that 25%, due to global slowdown and lockdown in India. The Directors are hopeful for better results in coming years.

CAUTIONARY STATEMENT:

Statements made herein describing the Company's expectations or predictions are "forward-looking statements". The actual results may differ from those expected or predicted. Prime factors that may make a difference to the Company's performance include market conditions, input costs, govt. regulations, economic development within/outside country etc.

INDEPENDENT AUDITOR'S REPORT

To the Members of
M/s. BONLON INDUSTRIES LIMITED
CIN: L27108DL1998PTC097397

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **M/s BONLON INDUSTRIES LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.

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 dealt with by this Report are in agreement with the relevant books of accounts.
- d. In our opinion, the aforesaid financial statements comply with the Accounting standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e. On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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 its financial statements.
 - (ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term 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 where it is applicable.

For Gaur & Associates
Chartered Accountants
Firm Registration No:005354C



CA S.K. Gupta
Partner
M.No. 016746

Date: 30/06/2021
Place: Delhi



M/S BONLON INDUSTRIES LIMITED

Annexure "A" to the Auditor's Report

The Annexure referred to in our report to the members of **M/s BONLON INDUSTRIES LIMITED** for the year Ended on 31st March, 2021. We report that:

- (i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
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 and immovable properties are held in the name of the Company.
- (ii) According to the information and explanations given to us and on the basis of our examination of the records of the Company physical verification of inventory has been conducted at reasonable interval.
- (iii) According to the information and explanations given to us, the company has complied with the provisions of section 189 of the companies Act, 2013 (the "Act")
- (iv) in our opinion and according to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanations given to us, the company has not accepted any deposits during the year and does not have any unclaimed deposits as at march 31, 2021 and hence, the provisions of the clause 3 (v) of the order is not applicable to the company.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the goods and services rendered by the Company. The provisions of Section 148(1) of the Act is not applicable on the company.



- (vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable except:

| S.No. | Particulars | Assessment Year | Section | Amount (Rs) |
|-------|-------------|-----------------|---------|-------------|
| 1. | TDS Demand | Prior Years | 201 | 15 |

- b) According to the information and explanations given to us, there are no material dues of duty of customs and any statutory tax which have not been deposited with the appropriate authorities on account of any dispute.

(viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of loans or borrowing or dues to financial institutions, banks and debenture holders.

(ix) The Company has raised Rs. 10,51,68,000/- by way of initial public offer during the year.

(x) According to the information and explanations given to us, no material fraud by the Company or on behalf of the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) 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.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such



transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Gaur & Associates
Chartered Accountants
Firm Registration No:005354C





CA S.K. Gupta
Partner

M.No. 016746

Date: 30/06/2021

Place: Delhi

Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of M/s **BONLON INDUSTRIES LIMITED** ("the Company") as on 31st March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls 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 information, as required under the Companies Act, 2013.

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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note 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 controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over 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 auditor's judgment, including the assessment of the risks of material misstatement of the 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 periods 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, 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.

For Gaur & Associates
Chartered Accountants
Firm Registration No:005354C

CA S.K. Gupta
Partner
M.No. 016746

Date: 30/06/2021
Place: Delhi

BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

STANDALONE FINANCIAL STATEMENT AS ON 31ST MARCH 2021

| PARTICULARS | Note No. | As at 31st March, 2021 | | As at 31st March, 2020 | |
|---|----------|------------------------|-----------------------|------------------------|-----------------------|
| | | Rs. | Rs. | Rs. | Rs. |
| I. EQUITY AND LIABILITIES | | | | | |
| 1. Shareholders' funds | | | | | |
| (a) Share Capital | 3 | 14,18,33,580 | | 10,42,73,580 | |
| (b) Reserves and Surplus | 4 | 58,67,63,998 | | 49,95,85,149 | |
| (c) Money received against share warrants | | - | | - | |
| | | | 72,85,97,578 | | 60,38,58,729 |
| 2. Share application money pending allotment | | | | | |
| 3. Non-current liabilities | | | | | |
| (a) Long-term borrowings | 5 | 13,50,000 | | 40,000 | |
| (b) Deferred Tax liabilities (Net) | 6 | - | | - | |
| (c) Other Long term liabilities | | - | | - | |
| (d) Long-term Provisions | | - | | - | |
| | | | 13,50,000 | | 40,000.0 |
| 4. Current Liabilities | | | | | |
| (a) Short term borrowings | 7 | 3,44,99,512 | | 79,55,943 | |
| (b) Trade payables | 8 | 7,73,75,195 | | 52,14,08,989 | |
| (c) Other current liabilities | 9 | 24,73,23,802 | | 29,20,14,837 | |
| (d) Short term provisions | 10 | 22,47,021 | | 31,04,203 | |
| | | | 36,14,45,530 | | 82,44,83,972 |
| TOTAL | | | 1,09,13,93,108 | | 1,42,83,82,701 |
| II ASSETS | | | | | |
| 1. Non-current assets | | | | | |
| (a) Property Plant and Equipment | | | | | |
| (i) Tangible assets | 11 | 2,34,13,964 | | 2,63,73,672 | |
| (ii) Intangible assets | | - | | - | |
| (iii) Capital work-in-progress | | - | | - | |
| (iv) Intangible assets under development | | - | | - | |
| (b) Non-current investments | 12 | 11,78,50,590 | | 6,07,00,590 | |
| (c) Deferred tax assets (net) | 6 | 7,01,055 | | 7,09,993 | |
| (d) Long-term loans and advances | 13 | 13,86,73,121 | | 50,30,49,911 | |
| (e) Other non-current assets | 14 | 32,45,300 | | 2,88,000 | |
| | | | 28,38,84,030 | | 59,11,22,166 |
| 2. Current assets | | | | | |
| (a) Current investments | | - | | - | |
| (b) Inventories | 15 | 7,48,62,876 | | 3,57,93,294 | |
| (c) Trade receivables | 16 | 17,50,60,429 | | 25,09,02,105 | |
| (d) Cash and Bank Balances | 17 | 4,69,51,721 | | 8,27,19,572 | |
| (e) Short-term loans and advances | 18 | 51,06,34,052 | | 44,99,78,746 | |
| (f) Other current assets | 19 | - | | 1,78,66,818 | |
| | | | 80,75,09,078 | | 83,72,60,535 |
| TOTAL | | | 1,09,13,93,108 | | 1,42,83,82,701 |
| See accompanying notes forming part of financial statements | | | | | |

In terms of our report attached

For GAUR & ASSOCIATES

Chartered Accountants

Firm Registration No. 005354C

(S K GUPTA)

Partner

M. No. 016746

UDIN No. 21016746AAAAEV5738

Place: New Delhi

Date: 30.06.2021



For and on behalf of
BONLON INDUSTRIES LIMITED

Raj Jain
Managing Director
Din/No. 01018724

Ankit Gupta
Chief Financial Office

Arun Kumar Jain
Director
Din No. 00438324

Naveen Kumar
Company Secretary
M No: A33304

BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING 31ST MARCH 2021

| PARTICULARS | NOTE No. | For the Year Ended 31st March 2021 | | For the Year Ended 31st March 2020 | |
|---|----------|------------------------------------|-----------------------|------------------------------------|-----------------------|
| | | Rs. | Rs. | Rs. | Rs. |
| I Revenue from operations: | 20 | | | | |
| Sale of Products | | 1,32,96,27,067 | | 2,42,59,17,007 | |
| Sale of Services | | 14,75,320 | | 43,82,384 | |
| Other Operating Revenues | | 2,21,95,718 | | 47,70,593 | |
| Less: Excise Duty | | - | 1,35,32,98,106 | - | 2,43,50,69,984 |
| II Other Income | 21 | | 3,06,82,479 | | 17,32,76,152 |
| III Total Revenue (I + II) | | | 1,38,39,80,585 | | 2,60,83,46,136 |
| IV Expenses | | | | | |
| Cost of Materials Consumed | 22 | | | 9,07,43,430 | |
| Purchases of Stock in Trade | | 1,36,04,76,110 | | 2,35,79,65,946 | |
| Changes in inventories of finished goods, work in progress and Stock-in-trade | 23 | (3,90,69,582) | | (3,04,77,912) | |
| Employee benefits expense | 24 | 60,33,616 | | 64,78,954 | |
| Finance Costs | 25 | 19,17,251 | | 16,92,914 | |
| Depreciation and amortization expense | 26 | 30,06,359 | | 30,24,755 | |
| Other expense | 27 | 2,51,21,442 | | 5,56,62,070 | |
| Total Expense | | | 1,35,74,85,196 | | 2,48,50,90,157 |
| V Profit before exceptional and extraordinary items and tax (III-IV) | | | 2,64,95,389 | | 12,32,55,980 |
| VI Exceptional Items | | | | | |
| VII Profit before extraordinary items and tax (V-VI) | | | 2,64,95,389 | | 12,32,55,980 |
| VIII Extraordinary items | | | | | |
| IX Profit before tax (VII-VIII) | | | 2,64,95,389 | | 12,32,55,980 |
| X Tax expense: | | | | | |
| (1) Current tax | | 69,15,602 | | 31,04,203 | |
| (2) Deferred tax | | 8,937 | | 83,108 | |
| | | | 69,24,539 | | 31,87,311 |
| XI Profit/(Loss) for the period from continuing operations (IX - X) | | | 1,95,70,850 | | 12,00,68,669 |
| XII Profit/(Loss) for the period from discontinuing operations | | | | | |
| XIII Tax expense of discontinuing operations | | | | | |
| XIV Profit/(Loss) from discontinuing operations (after tax) (XII-XIII) | | | | | |
| XV Profit/(Loss) for the period (XI + XIV) | | | 1,95,70,850 | | 12,00,68,669 |
| XVI Earnings per equity share: | | | | | |
| (1) Basic | | | 1.38 | | 11.51 |
| (2) Diluted | | | 1.38 | | 11.51 |
| See accompanying notes forming part of financial statements | | | | | |

In terms of our report attached

For GAUR & ASSOCIATES

Chartered Accountants

Firm Registration No. 005354C

S K Gupta


(S K GUPTA)

Partner

M. No. 016746

UDIN No. 21016746AAAAEV5738

Place: New Delhi

Date: 30.06.2021

For and on behalf of

BONLON INDUSTRIES LIMITED

Raj Jain
Raj Jain
Managing Director
Din No. 01018724

Ankit Gupta
Ankit Gupta
Chief Financial Officer

Arun Kumar
Arun Kumar Jain
Director
Din No. 00438324

Naveen Kumar
Naveen Kumar
Company Secretary
M No: A33304



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005


CIN: L27108DL1998PLC097397

Standalone Cash Flow Statement for the year ended 31st March, 2021

| Particulars | For The Year Ended March 31, 2021 | For The Year Ended March 31, 2020 |
|---|--------------------------------------|--------------------------------------|
| A. Cash flow from Operating activities | | |
| Profit/ (Loss) before tax | 2,64,95,389 | 12,32,55,980 |
| <i>Adjustments for:</i> | | |
| Depreciation | 30,06,359 | 30,24,755 |
| Dividend Received | - | - |
| Interest Received | (2,38,40,167) | (2,89,06,044) |
| Interest Paid/Financial charges | 19,17,251 | 16,92,913 |
| Preliminary Expenses written off | 8,29,325 | - |
| (Profit)/ Loss on Sale of Fixed Assets | (47,617) | (4,68,750) |
| Unrealised Foreign Exchange (Gain) / Loss | - | - |
| Operating profit before working capital changes | 83,60,540 | 9,85,98,854 |
| <i>Movements in working capital :</i> | | |
| (Increase)/ Decrease in Inventories | (3,90,69,582) | (3,04,77,912) |
| (Increase)/Decrease in Trade Receivables | 7,58,41,676 | (16,41,39,130) |
| (Increase)/Decrease in Other assets | 1,78,66,818 | (3,50,436) |
| Increase/(Decrease) in Trade Payables and Other Liabilities | (48,87,24,829) | 68,62,77,331 |
| Increase/(Decrease) in Trade short term provision | - | (22,80,159) |
| Cash generated from operations | (42,57,25,378) | 58,76,28,548 |
| Income tax Refund/ (paid) during the year | (77,72,784) | - |
| Insurance-claim received | - | - |
| Net cash from operating activities (A) | (43,34,98,162) | 58,76,28,548 |
| B. Cash flow from Investing activities | | |
| Purchase of Fixed assets (including capital advances) | (96,609) | (21,51,547) |
| (Purchase)/Sale Of Long Term Investment | (5,71,50,000) | (91,83,323) |
| Preliminary Expenses incurred | (37,86,625) | - |
| Sale of Fixed Assets | 97,575 | 88,50,000 |
| Purchase of Investments | - | - |
| Interest Received | 2,38,40,167 | 2,89,06,044 |
| Net cash from investing activities (B) | (3,70,95,493) | 2,64,21,173 |
| C. Cash flow from Financing activities | | |
| Proceeds from issue of share capital/ application money | 10,51,68,000 | - |
| Increase / (Decrease) in short term borrowings | 2,65,43,569 | 79,55,943 |
| Increase / (Decrease) in long term borrowings | 13,10,000 | (3,11,10,000) |
| Interest paid on borrowings/Financial Charges | (19,17,251) | (16,92,913) |
| Proceeds/(Repayment) of Short Term Loans | (6,06,55,306) | (23,70,98,851) |
| Proceeds/(Repayment) of Long Term Loans | 36,43,76,790 | (27,76,01,839) |
| Net cash from financing activities (C) | 43,48,25,802 | (53,95,47,661) |
| Net increase in cash and cash equivalents (A+B+C) | (3,57,67,852) | 7,45,02,060 |
| Cash and cash equivalents at the beginning of the year | 8,27,19,572 | 82,17,512 |
| Cash and cash equivalents at the end of the year (Cash & Bank Balance) | 4,69,51,721 | 8,27,19,572 |

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated.

In terms of our report attached
For GAUR & ASSOCIATES
 Chartered Accountants
 Firm Registration No. 005354C

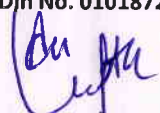

 (S K GUPTA)
 Partner
 M. No. 016746
 UDIN No. 21016746AAAAEV5738

Place: New Delhi
 Date: 30.06.2021

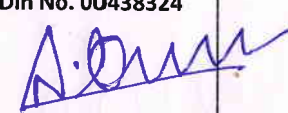


For and on behalf of
BONLON INDUSTRIES LIMITED


 Raj Jain
 Managing Director
 Dtn No. 01018724


 Ankit Gupta
 Chief Financial Officer


 Arun Kumar Jain
 Director
 Din No. 00438324


 Naveen Kumar
 Company Secretary
 M No: A33304

BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS**NOTE '1'****Corporate Information**

The company is engaged in the business of manufacturing and trading of metal & Copper and running a hotel. The company is having its registered office at 7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005.

NOTE '2'**2.1 Accounting Standards**

The Company has complied with all the Accounting Standard as applicable to the company under Companies under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, and made necessary disclosures wherever applicable.

2.2 Basis of Accounting and Preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except for adjustments required to comply financial accounts in accordance with the schedule III.

2.3 Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.4 Inventories

Inventories are valued at the lower of cost (on FIFO basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary.

2.5 Depreciation and amortisation

Depreciation has been provided on the written down value method as per the rates prescribed in Schedule II of the Companies Act, 2013.

2.6 Revenue Recognition**Sale of Goods**

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales excludes Goods & service tax and TCS.

2.7 Property Plant and Equipments

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date.

2.8 Employee Benefits**Defined Benefit Plans**

The Company has not made any provision for gratuity during the year. The management had decided to pay gratuity at the time of retirement as per provisions applicable.

2.9 Earning Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the number of equity shares outstanding during the year.

2.10 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.11 Contingent Liability/Other

The company had given corporate guarantee of Rs. 2582 Lacs against working capital limit of B.C. Power Controls Limited in favour of Bank of India, Janpath Branch. The companies' Land and Building situated at G1, 663, RIICO Industrial Area, Bhiwadi, Rajasthan in the name of the company is equitably mortgage to Bank of India, Janpath for credit limit sanction to M/s BC Power Controls Limited aggregating to Rs. 2582 Lacs.



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS**2.12 RE-GROUPED/ARRANGED**

The Previous year's figures have been reworked, re-grouped, re-arranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

2.13 Investment Activities

The company has paid advance of Rs. 11.50 Crores for purchase of property to the related parties of which sale deed is not executed till date of signing the financial statements.

2.14 Outgoing/Earning in Foreign Currency

All transaction in Foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place. Foreign currency denominated monetary assets and liabilities are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of profit and loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense and cash-flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

2.15 Outstanding Litigations

The Company has filed two cases under Section 138 of Negotiable Instruments Act, 1881 i.e. for the dishonor of cheques. The total amount involved is Rs. 2,00,65,000. The matters are sub-judice and any outcome shall be determined on the basis of the judgement of the respective authority before which it is pending.

2.16 Manufacturing and Trading Activities

Due to heavy fluctuation in Metal (Copper) prices and amid of Covid 19 pandemic, the company has ignored its manufacturing activities and concentrated in trading activities during the year. The factory is closed last year.

2.17 Segment Reporting

An operating segment is one whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance. The Company has identified the chief operating decision maker as its Managing Director. The Chief Operating Decision Maker reviews performance of honey processing business on an overall business.

As the Company is operates in two segment but a company has a single reportable segment, the segment wise disclosure requirements of AS 17 on 'Operating Segment' Disclose under Note No 28.

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|--|----------------|---------------------|----------------|---------------------|
| | | Rs. | | Rs. |
| NOTE '3' | | | | |
| SHARE CAPITAL | | | | |
| -Authorised | | | | |
| 15000000 Equity Shares of Rs. 10/- each | | 15,00,00,000 | | 15,00,00,000 |
| -Issued, Subscribed and Paid up | | | | |
| 1,41,83,358 (2020: 1,04,27,358) Equity Shares of Rs10/- each fully paid-up | | 14,18,33,580 | | 10,42,73,580 |
| TOTAL | | 14,18,33,580 | | 10,42,73,580 |

| (i) Reconciliation of Shares: | Nos | Amt(Rs) | Nos | Amt(Rs) |
|---------------------------------|-------------|--------------|-------------|--------------|
| | | | | |
| Authorised Share Capital | | | | |
| Opening Share Capital | 1,50,00,000 | 15,00,00,000 | 1,10,00,000 | 11,00,00,000 |
| Add: Increased during the year* | - | - | 40,00,000 | 4,00,00,000 |
| Closing Share Capital | 1,50,00,000 | 15,00,00,000 | 1,50,00,000 | 15,00,00,000 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS**Issued, Subscribed and Paid up**

| | | | | |
|------------------------------------|-------------|--------------|-------------|--------------|
| Opening Share Capital | 1,04,27,358 | 10,42,73,580 | 1,04,27,358 | 10,42,73,580 |
| Add: Shares issued During the year | 37,56,000 | 3,75,60,000 | - | - |
| Add: Rights/Bonus Shares Issued | - | - | - | - |
| Total | 1,41,83,358 | 14,18,33,580 | 1,04,27,358 | 10,42,73,580 |
| Less: Buy back of Shares | - | - | - | - |
| Less Reduction in Capital | - | - | - | - |
| Closing Share Capital | 1,41,83,358 | 14,18,33,580 | 1,04,27,358 | 10,42,73,580 |

(ii) Rights, Preference and restrictions attaching to each class of shares**Equity shares**

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to One vote per share. The Company declares and pays dividends in Indian Rupees. No dividend has been proposed by the Board of Directors during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by Shareholders.

(iii) List of Share holders having 5% or more Shares (In Nos)

| Name Of Shareholders | In Nos | In % | In Nos | In % |
|------------------------|-----------|-------|-----------|-------|
| Arun Kumar Jain | 65,53,278 | 46.20 | 65,53,278 | 62.85 |
| Arun Kumar jain (HUF) | 5,82,925 | 4.11 | 5,82,925 | 5.59 |
| Smita Jain | 15,45,420 | 10.90 | 15,45,420 | 14.82 |
| Saloni Jain | 5,35,710 | 3.78 | 5,35,710 | 5.14 |

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|---|---------------------|--|---------------------|--|
| | Rs. | | Rs. | |
| NOTE `4` | | | | |
| RESERVES AND SURPLUS | | | | |
| Capital Reserve | | | | |
| Opening Balance | 32,72,58,338 | | 32,72,58,338 | |
| Add : Securities Premium | 6,76,08,000 | | - | |
| Closing Balance | 39,48,66,338 | | 32,72,58,338 | |
| Profit and Loss Account | | | | |
| Opening Balance | 17,23,26,811 | | 5,22,58,142 | |
| Add: Net Profit after tax During The Year | 1,95,70,850 | | 12,00,68,669 | |
| Closing Balance | 19,18,97,660 | | 17,23,26,811 | |
| TOTAL | 58,67,63,998 | | 49,95,85,149 | |

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|-----------------------------|------------------|--|----------------|--|
| | Rs. | | Rs. | |
| NOTE `5` | | | | |
| LONG TERM BORROWINGS | | | | |
| Unsecured | | | | |
| From Directors | | | | |
| Arun Kumar Jain | 13,50,000 | | 40,000 | |
| TOTAL | 13,50,000 | | 40,000 | |

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|---|-------------------|--|-------------------|--|
| | Rs. | | Rs. | |
| NOTE `6` | | | | |
| DEFERRED TAX LIABILITY/(ASSET) | | | | |
| Deferred tax asset | (7,09,993) | | (7,93,101) | |
| Fixed assets: Impact of difference between tax depreciation and accounting depreciation/ amortization | 8,937 | | 83,108 | |
| Gross deferred tax Liability | (7,01,055) | | (7,09,993) | |
| Net deferred tax Liability | (7,01,055) | | (7,09,993) | |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

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STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | As At 31/03/21 | As At 31/03/20 |
|---|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE '7' | | |
| SHORT TERM BORROWINGS | | |
| Secured Loans | | |
| Bank of India -OD A/c-62 | 3,44,99,512 | 79,55,943 |
| (OD Limit 3.357 Cr , Secured agaisnt FDR as follows: | | |
| 1. FDR No 600056110002737 Rs 1,95,00,000 | | |
| 2. FDR No 600056110002740 Rs 1,78,00,000 | | |
| (Total Security in form of FDR Rs 3,73,00,000) | | |
| TOTAL | 3,44,99,512 | 79,55,943 |
| NOTE '8' | | |
| TRADE PAYABLES | | |
| Unsecured | | |
| More Than One Year | 13,79,628 | 2,76,951 |
| Less Than One Year | 7,59,95,566 | 52,11,32,038 |
| TOTAL | 7,73,75,195 | 52,14,08,989 |
| NOTE '9' | | |
| OTHER CURRENT LIABILITIES | | |
| For Statutory Dues | | |
| EPF Payable | 28,862 | 28,862 |
| ESI Payable | 2,326 | 2,326 |
| GST Payable | 88,926 | 9,838 |
| TDS Payable | 8,98,095 | 1,99,712 |
| TCS Payable | 3,53,100 | - |
| For Others Expenses | | |
| Ankur Sanitation Pvt Ltd | 66,923 | - |
| Audit Fees Payable | 69,375 | 1,24,200 |
| Consultancy charges payable | 20,850 | 4,500 |
| Director remuneration payable | 1,08,000 | 1,62,000 |
| Electricity Expenses | 1,35,055 | 52,540 |
| Internal Audit Fees Payable | 55,500 | 3,69,000 |
| Labour Wages Payable | 70,664 | - |
| Other Exp Payable | 84,262 | - |
| Rent Expenses | - | 72,000 |
| Staff Salary Payable | 2,66,700 | 4,53,364 |
| Telephone Expenses | 2,117 | - |
| For Advance From Customer | | |
| Ashish Metals | - | 12,26,280 |
| Asier Metals Pvt Ltd | 11,16,45,377 | - |
| B.C Power Controls Limited | - | 13,79,29,510 |
| Mittal Appliance Ltd | 13,09,08,671 | - |
| Simpex Overseas Pvt Ltd | 25,00,000 | - |
| Veer industries | - | 24,95,029 |
| Vem Industrial control | - | 2,08,86,000 |
| Book Overdraft | | |
| Bank of India - Current A/c-720 | 19,000 | 12,73,27,991 |
| HDFC Bank - Current A/c | - | 6,71,685 |
| TOTAL | 24,73,23,802 | 29,20,14,837 |



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | As At 31/03/21 | As At 31/03/20 |
|---|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE `10` | | |
| SHORT TERM PROVISIONS | | |
| Provision for Income Tax | 22,47,021 | 31,04,203 |
| TOTAL | 22,47,021 | 31,04,203 |
| Particulars | As At 31/03/21 | As At 31/03/20 |
| | Rs. | Rs. |
| NOTE `11` | | |
| TANGIBLE ASSETS | | |
| | 2,34,13,965 | 2,63,73,672 |
| TOTAL | 2,34,13,965 | 2,63,73,672 |
| Particulars | As At 31/03/21 | As At 31/03/20 |
| | Rs. | Rs. |
| NOTE `12` | | |
| NON CURRENT ASSETS-INVESTMENT | | |
| Shares Other (Investment recorded at cost) | 11,78,50,590 | 6,07,00,590 |
| TOTAL | 11,78,50,590 | 6,07,00,590 |
| Particulars | As At 31/03/21 | As At 31/03/20 |
| | Rs. | Rs. |
| NOTE `13` | | |
| LONG TERM LOAN & ADVANCES | | |
| Security Deposit | 10,16,210 | 26,25,465 |
| Other Business Loan & Advances (Due to Surplus liquidity of funds, the funds were utilised to give loans to other companies/firms) | 13,76,56,910 | 50,04,24,445 |
| TOTAL | 13,86,73,121 | 50,30,49,911 |
| Particulars | As At 31/03/21 | As At 31/03/20 |
| | Rs. | Rs. |
| NOTE `14` | | |
| NON CURRENT ASSETS | | |
| Preliminary Expenses | | |
| Opening Balance | 2,88,000 | - |
| Capitalise during the year | 37,86,625 | 3,60,000 |
| Write off during the year | 8,29,325 | 72,000 |
| TOTAL | 32,45,300 | 2,88,000 |
| Particulars | As At 31/03/21 | As At 31/03/20 |
| | Rs. | Rs. |
| NOTE `15` | | |
| INVENTORIES | | |
| Raw Material | | |
| Finished Goods/Trading Goods | 7,48,62,876 | 3,57,93,294 |
| TOTAL | 7,48,62,876 | 3,57,93,294 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | As At 31/03/21 | As At 31/03/20 |
|--|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE `16` | | |
| TRADE RECEIVABLES | | |
| Over Six Months from the due date of payment | | |
| Good | 1,61,38,596 | 1,01,92,884 |
| Below Six Months from the due date of payment | | |
| Unsecured, Considered Good | 15,89,21,833 | 24,07,09,221 |
| TOTAL | 17,50,60,429 | 25,09,02,105 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|--|--------------------|--------------------|
| | Rs. | Rs. |
| NOTE `17` | | |
| CASH AND BANK BALANCES | | |
| -Cash and Cash Equivalents | | |
| Cash in Hand | 39,67,644 | 27,18,394 |
| Balance with Banks | | |
| -In Current Accounts | | |
| Bank Of India-1600 | - | 27,418 |
| HDFC Bank-56204 | 7,452 | 3,02,275 |
| HDFC Bank-61498 | 60,902 | 89,618 |
| HDFC-370 | 41,425 | 35,952 |
| HDFC Business A/c-42 | 4,95,993 | - |
| -In Deposit Accounts | | |
| Fixed Deposit Including accrued Interest | 4,23,78,306 | 7,95,45,916 |
| TOTAL | 4,69,51,721 | 8,27,19,572 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|---|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE `18` | | |
| SHORT TERM LOANS AND ADVANCES | | |
| Prepaid Expenses | | |
| Prepaid Insurance | 1,37,875 | 1,58,957 |
| Prepaid Expenses Other | 75,391 | 59,640 |
| Balance with Statutory Authorities | | |
| Deposit Stay Fee | 5,00,000 | 5,00,000 |
| Duty draw back receivable | 12,99,342 | 8,22,915 |
| MSME credit licence receivable | 43,40,303 | 10,97,221 |
| GST Balance | 1,54,24,651 | 76,59,438 |
| GST Stay | 5,43,572 | - |
| Gst Refund receivable | 93,92,032 | 98,82,161 |
| Advance tax and TDS | - | 68,86,057 |
| Income Tax Refundable A.Y.2010-2011 | 73,326 | 73,326 |
| Income Tax Refundable A.Y.2011-2012 | 6,28,530 | 6,28,530 |
| Income Tax Refundable A.Y.2012-2013 | 3,42,625 | 3,42,625 |
| Income Tax Refundable A.Y.2013-2014 | 1,42,591 | 1,42,591 |
| Income Tax Refundable A.Y.2017-2018 | 1,74,570 | 1,74,570 |
| Income Tax Refundable A.Y.2018-2019 | 1,15,719 | 1,15,719 |
| Income Tax Refundable A.Y.2020-2021 | 37,81,854 | - |
| Advance To Suppliers | 35,33,46,671 | 41,61,19,996 |
| Advance for Property | 12,03,15,000 | 53,15,000 |
| TOTAL | 51,06,34,052 | 44,99,78,746 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | For the year ending on 31/03/21 | | For the year ending on 31/03/20 | |
|-----------------------------|------------------------------------|----------|------------------------------------|--------------------|
| | | Rs. | | Rs. |
| NOTE `19' | | | | |
| OTHER CURRENT ASSETS | | | | |
| LC Margin | | - | | 3,58,718 |
| Polo Textiles Pvt Ltd | | - | | 8,100 |
| Indocon Micro Engineers Ltd | | - | | 1,75,00,000 |
| TOTAL | | - | | 1,78,66,818 |

| Particulars | For the year ending on 31/03/21 | | For the year ending on 31/03/20 | |
|---------------------------------|------------------------------------|-----------------------|------------------------------------|-----------------------|
| | | Rs. | | Rs. |
| NOTE `20' | | | | |
| REVENUE FROM OPERATION | | | | |
| Indigenous Sales | | | | |
| Consignment Sale | | - | | - |
| Sales Interstate | 68,38,20,173 | | 1,20,48,56,240 | |
| Less: Discount/Credit Note | - | 68,38,20,173 | 6,97,210 | 1,20,41,59,030 |
| Sales Intrastate | 48,11,40,693 | | 1,16,68,57,086 | |
| Less: Discount/Credit Note | - | | - | 1,16,68,57,086 |
| Export Sale | | 16,46,66,202 | | 5,49,00,891 |
| Sale of Services | | | | |
| Hotel Income | | 14,75,320 | | 43,82,384 |
| Other Operating Revenues | | | | |
| Service Charge | | 90,00,000 | | - |
| Duty Draw Back | | 26,86,930 | | 13,85,469 |
| Msme Credit Income | | 32,43,082 | | 5,34,667 |
| Mcx Trading M2M | | 69,95,024 | | 28,50,457 |
| Misc. Income | | 2,70,682 | | - |
| TOTAL | | 1,35,32,98,106 | | 2,43,50,69,984 |

| Particulars | For the year ending on 31/03/21 | | For the year ending on 31/03/20 | |
|--------------------------------|------------------------------------|--------------------|------------------------------------|---------------------|
| | | Rs. | | Rs. |
| NOTE `21' | | | | |
| OTHER INCOME | | | | |
| Interest on Fixed Deposit | | 45,29,733 | | 14,37,786 |
| Interest on Securities (JVNL) | | 98,407 | | 98,406 |
| Interest Received Others | | 1,92,12,027 | | 2,72,17,083 |
| Interest from IT refund | | - | | 1,52,769 |
| Exchange Gain | | 67,94,398 | | - |
| Key Men Policy maturity | | - | | 19,08,936 |
| Profit on Sale of Share | | - | | 14,19,92,423 |
| Profit on Sale of Land | | - | | 4,68,750 |
| Profit on Sale of Fixed Assets | | 47,914 | | - |
| TOTAL | | 3,06,82,479 | | 17,32,76,152 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

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STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `22` | | |
| COST OF MATERIAL CONSUMED | | |
| Opening Raw Material | - | - |
| Add: Purchase of Raw Material | - | 9,07,43,430 |
| Less: Trade Discount Received | - | - |
| | - | 9,07,43,430 |
| Less: Closing Raw Material | - | - |
| | - | 9,07,43,430 |
| | - | 9,07,43,430 |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|-----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `23` | | |
| CHANGE OF STOCK IN TRADE | | |
| Stock at Commencement | | |
| Work in Progress | - | - |
| Finished Goods & Trading Goods | 60,20,401 | 53,15,382 |
| Scrap | 2,97,72,893 | - |
| | <u>3,57,93,294</u> | <u>53,15,382</u> |
| Less: Stock at Close | | |
| Work in Progress | - | - |
| Finished Goods & Trading Goods | 7,48,62,876 | 60,20,401 |
| Scrap | - | 2,97,72,893 |
| | <u>7,48,62,876</u> | <u>3,57,93,294</u> |
| Stock Decreased /(Increased) by | <u>(3,90,69,582)</u> | <u>(3,04,77,912)</u> |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|-----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `24` | | |
| EMPLOYEE BENEFITS EXPENSES | | |
| Directors Remuneration | 14,40,000 | 15,90,000 |
| Salary & Wages | 43,01,563 | 44,67,247 |
| Staff Welfare | 8,400 | 2,30,353 |
| EPF Employer's Contribution | 2,64,837 | 1,67,860 |
| ESI Employer's Contribution | 18,816 | 23,494 |
| TOTAL | <u>60,33,616</u> | <u>64,78,954</u> |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|----------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `25` | | |
| FINANCE COSTS | | |
| Bank Charges | 1,93,690 | 46,207 |
| Bank Interest | 17,23,561 | 28,665 |
| L/C Opening Charges | - | 16,18,041 |
| TOTAL | <u>19,17,251</u> | <u>16,92,913</u> |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | For the year ending on | For the year ending |
|---|------------------------|---------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `26` | | |
| DEPRECIATION & AMORTISATION EXPENSES | | |
| Depreciation | 30,06,359 | 30,24,755 |
| TOTAL | 30,06,359 | 30,24,755 |

| Particulars | For the year ending on | For the year ending |
|---|------------------------|---------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `27` | | |
| OTHER EXPENSES | | |
| DIRECT EXPENSES | | |
| Consumable Item | - | 9,01,025 |
| Custom Duty | 7,30,165 | - |
| Discount | 7,07,340 | - |
| Food & Kitchen Expenses | - | 1,99,405 |
| Freight Inward | 5,02,000 | 1,28,506 |
| Import & Other Expenses | 64,85,178 | - |
| Loading ,Unloading & Weighing Expenses | - | 1,50,900 |
| Loss in Transit | - | 53,638 |
| Power & Fuel Expenses | 18,49,781 | 32,38,207 |
| | 1,02,74,464 | 46,71,681 |
| INDIRECT EXPENSES | | |
| Accounting charges | 7,000 | 93,000 |
| Amc For water | - | 60,000 |
| Audit Fees | 75,000 | 75,000 |
| Bad Debt | - | 1,40,00,000 |
| Business Promotion | 2,46,179 | 10,82,758 |
| Club Expense | - | 17,334 |
| Commission Expense | 10,56,341 | 30,29,861 |
| Conveyance Expense | - | 1,09,000 |
| CSR Expense | 10,00,000 | - |
| Demand of excise | - | 1,00,000 |
| Demand of Income tax | - | 3,10,872 |
| Demat Charges | 5,900 | 8,086 |
| Electricity Expenses | 9,72,608 | - |
| Excise Rebate/Focus Licenses Short Received | - | 51,278 |
| Export expenses | 35,99,138 | 2,03,850 |
| Factory Licence fee | 11,480 | 8,610 |
| Fee & Subscription | 14,802 | 2,34,528 |
| Festival Expenses | 1,16,250 | - |
| Filing Fees | - | 20,000 |
| Freight Outward & Loading Charges | 7,30,132 | 16,15,965 |
| Godown Rent/Lease Rent | - | 10,791 |
| Handling Charges | 1,13,972 | - |
| Hotel Running Expenses | 6,17,917 | - |
| House Keeping Expenses | - | 1,35,039 |
| Insurance | 3,30,439 | 1,98,567 |
| Interest on Income Tax/TDS | 1,280 | 2,89,036 |
| Interest Other/GST | 74,381 | 2,400 |
| Internal Audit Fees | 60,000 | 60,000 |
| Lease Rent | 10,009 | - |
| LME Business Trading loss | - | 2,11,78,590 |
| Loss on Sale of FA | 297 | - |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| | | |
|-------------------------------------|--------------------|--------------------|
| MCX M2M Trading Loss | - | 17,70,631 |
| Misc.Expenses | 75,482 | 12,523 |
| Newspaper Expenses | - | 1,760 |
| Office Expense | 36,000 | 11,211 |
| Penalties & Demand | 64,215 | - |
| Pollution Expenses | 20,800 | 60,200 |
| Postage & Telegram | 34,872 | 6,869 |
| Preliminary Expense | 8,29,325 | - |
| Printing & Stationery | 13,924 | 27,230 |
| Professional & Legal Charges | 4,43,600 | 7,34,200 |
| Rebate and Discount | - | 3,809 |
| Rent Expenses | 27,90,000 | 25,80,000 |
| Repairs & Maintenance on Computer | 12,505 | 32,899 |
| Repairs & Maintenance on Office | 38,713 | 6,83,042 |
| Repairs & Maintenance on vehicle | 38,441 | 70,969 |
| ROC Fee | 20,200 | 72,000 |
| Running & Maintenance Expenses | - | 4,59,255 |
| Security Guard Expenses | 3,92,271 | 4,42,041 |
| Short & Excess | 3,07,563 | 717 |
| Telephone Expenses | 2,38,089 | 2,67,084 |
| Tour & Travelling Expenses-Domestic | 49,785 | 1,32,108 |
| Tour & Travelling Expenses-Foreign | 2,00,244 | 4,29,932 |
| Vat/CST Demand | - | 9,729 |
| Vehicle Running Expenses | 1,12,817 | 2,31,822 |
| Warehouse Storage Charges | 50,206 | - |
| Water Expense | 34,801 | 34,842 |
| Website Expense | - | 20,950 |
| TOTAL | 2,51,21,442 | 5,56,62,070 |

Notes

Payment to the auditors comprises

As Auditors- Statutory Audit

75,000

75,000

Total**75,000****75,000****Particulars****For the year ending on
31/03/21****For the year ending
on 31/03/20****Rs.****Rs.****NOTE '28' Segment Wise Disclosure as per as AS 17****Segment Revenue**

Manufacturing and trading of metal & Copper

1,38,25,05,102

2,60,39,63,752

Segment Assets

Manufacturing and trading of metal & Copper

1,08,85,18,663

1,42,48,73,441

Segment Liabilities

Manufacturing and trading of metal & Copper

1,09,13,32,386

82,43,44,771



BONLON INDUSTRIES LIMITED
 7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005
 CIN: U27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|--|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE '29' Related party disclosures | | |
| Description of relationship | | |
| <u>Details of Related Parties:</u> | | |
| Mr. Arun Kumar Jain | Director | |
| Mrs. Smita jain | Director | |
| Mr. Raj Jain | Managing Director | |
| Mr. Ankit Gupta | CFO | |
| Mr. Naveen Kumar | Company Secretary | |
| Mrs. Swatika Jain | Relative of Director | |
| B.C. Power Controls Ltd | Group Company | |
| Bonlon Private Limited | Group Company | |
| Bonlon Securities Limited | Group Company | |
| Harshit Finvest Pvt Ltd | Group Company | |
| Vinco Metal Pvt Ltd | Group Company | |
| AKJ Metals Pvt Ltd | Wholly Owned Subsidiary | |

(a) Summary of related party transactions

| Particulars | Key management personnel or their relatives | |
|--|---|------------------------------------|
| | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
| Remuneration | | |
| Mr. Arun Kumar Jain | 7,20,000 | 7,20,000 |
| Mrs. Smita Jain | - | 1,50,000 |
| Mr. Raj Jain | 7,47,000 | 7,20,000 |
| Salary | | |
| Mr. Ankit Gupta | 5,40,000 | - |
| Mr. Naveen Kumar | 7,18,750 | - |
| Sale | | |
| B.C. Power Controls Ltd | 15,56,36,765 | 1,33,72,38,266 |
| Commission/Other Expenses | | |
| B.C. Power Controls Ltd | 12,027 | 15,59,09,090 |
| Purchase of Investment - Shares | | |
| AKJ Metals Pvt Ltd | - | 2,30,99,990 |
| Bonlon Securities Limited | 3,37,50,000 | - |
| Harshit Finvest Private Limited | 2,34,00,000 | - |
| Purchase | | |
| B.C. Power Controls Ltd | 11,88,73,452 | 2,94,50,597 |
| Rent Paid | | |
| Smita Jain | 7,50,000 | 9,00,000 |
| Advance for Property | | |
| Smita jain | 6,00,00,000 | - |
| Swatika jain | 3,50,00,000 | - |
| Ankit Gupta | 2,00,00,000 | - |
| Advance to Supplier | | |
| B.C. Power Controls Ltd | 20,19,64,773 | - |



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

STANDALONE NOTES FORMING PART OF ACCOUNTS**Loan and Advances**

| | | |
|-------------------------|-------------|--------------|
| AKJ Metals Pvt Ltd | 6,52,51,480 | 4,03,556 |
| Harshit Finvest Pvt Ltd | - | 7,66,10,000 |
| Bonlon Pvt Ltd | - | 6,29,29,123 |
| Bonlon Securities Ltd | - | 23,73,50,000 |

Unsecured Loan

| | | |
|-----------------|-----------|--------|
| Arun Kumar Jain | 13,50,000 | 40,000 |
|-----------------|-----------|--------|

Expense Payable


| | | |
|-------------------------------|----------|----------|
| Director Remuneration Payable | 1,08,000 | 1,62,000 |
| Salary Payable | 1,05,000 | - |

In terms of our report attached

For GAUR & ASSOCIATES

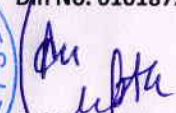
Chartered Accountants


Firm Registration No. 005354C



(S K GUPTA)
Partner
M. No. 016746
UDIN No. 21016746AAAAEV5738

For and on behalf of
BONLON INDUSTRIES LIMITED


Raj Jain
Managing Director
Din No. 01018724


Ankit Gupta
Chief Financial Officer


Arun Kumar Jain
Director
Din No. 00438324


Naveen Kumar
Company Secretary
M No: A33304

Place: New Delhi

Date : 30.06.2021



INDEPENDENT AUDITOR'S REPORT

To the Members of
M/s. BONLON INDUSTRIES LIMITED
CIN: L27108DL1998PTC097397

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of M/s. **BONLON INDUSTRIES LIMITED** ("the Company"), which include its Subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising consolidated the Balance Sheet as at March 31, 2021, the consolidated Statement of Profit and Loss for the year ended on that date, and a consolidated summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2021, the profit and total comprehensive income for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the



ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

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

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the financial statements and our auditor's report thereon..

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our 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.

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance of the Group including Its Subsidiaries in accordance with the AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its subsidiaries 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management of Group and its subsidiaries is responsible for assessing the Group and its subsidiaries ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of Holding are responsible for overseeing the Group and its subsidiaries financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group and its subsidiaries 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 of Group and its subsidiaries 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 consolidated 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 of Group and its subsidiaries to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the holding company 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 of the Holding company 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies by section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.

2. As required by Section 143 (3) of the Act, we report that:

- a. We/the other auditors whose report we have relied upon 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 of the aforesaid Consolidated Financial Statements.

- b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
- d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of Holding Company, and the report of the Statutory Auditor of the subsidiary none of the directors is disqualified as on March 31, 2021 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 of the Group and its subsidiaries and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Group and its subsidiaries internal financial controls over financial reporting.
- 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 Group and its subsidiaries has disclosed the impact of pending litigations on its financial position in its consolidated financial statements.
 - (ii) The Group and its subsidiaries has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term 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 Group and its subsidiaries where it is applicable.

For Gaur & Associates
Chartered Accountants
Firm Registration No:005354C



CA S.K. Gupta
Partner

M.No. 016746

UDIN No. 21016746AAAAEY9761

Date: 30/06/2021

Place: Delhi



Annexure - A to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated Financial Statements of Bonlon Industries Limited which includes subsidiary operations as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of Bonlon Industries Limited which includes Subsidiary operations (hereinafter referred to as the "Holding Company") and its subsidiaries, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiaries, is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company and its Subsidiary 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls 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 consolidated financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Holding Company includes its subsidiaries internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note 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 controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over 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 auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 and its Subsidiaries 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 periods 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Company, its Subsidiaries 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.

For Gaur & Associates
Chartered Accountants
Firm Registration No:005354C



S.K. Gupta
CA S.K. Gupta
Partner

M.No. 016746

UDIN No. 21016746AAAAEY9761

Date: 30/06/2021

Place: Delhi

BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005
CIN: L27108DL1998PLC097397

CONSOLIDATED BALANCE SHEET AS ON 31ST MARCH 2021

| PARTICULARS | Note No. | As at 31st March, 2021 | | As at 31st March, 2020 | |
|---|----------|------------------------|-----------------------|------------------------|-----------------------|
| | | Rs. | Rs. | Rs. | Rs. |
| I. EQUITY AND LIABILITIES | | | | | |
| 1. Shareholders' funds | | | | | |
| (a) Share Capital | 3 | 14,18,33,580 | | 10,42,73,580 | |
| (b) Reserves and Surplus | 4 | 58,67,69,085 | | 49,95,10,648 | |
| (c) Non Controlling Interest | | 10 | | 10 | |
| | | | 72,86,02,675 | | 60,37,84,238 |
| 2. Share application money pending allotment | | | | | |
| 3. Non-current liabilities | | | | | |
| (a) Long-term borrowings | 5 | 13,50,000 | | 40,000 | |
| (b) Deferred Tax liabilities (Net) | 6 | - | | - | |
| (c) Other Long term liabilities | | - | | - | |
| (d) Long-term Provisions | | - | | - | |
| | | | 13,50,000 | | 40,000 |
| 4. Current Liabilities | | | | | |
| (a) Short term borrowings | 7 | 3,44,99,512 | | 79,65,943 | |
| (b) Trade payables | 8 | 12,25,68,614 | | 52,14,08,989 | |
| (c) Other current liabilities | 9 | 24,87,83,027 | | 29,20,24,837 | |
| (d) Short term provisions | 10 | 22,47,021 | | 31,04,203 | |
| | | | 40,80,98,173 | | 82,45,03,972 |
| TOTAL | | | 1,13,80,50,847 | | 1,42,83,28,210 |
| II ASSETS | | | | | |
| 1. Non-current assets | | | | | |
| (a) Property Plant and Equipment | | | | | |
| (i) Tangible assets | 11 | 8,18,51,215 | | 2,63,73,672 | |
| (ii) Intangible assets | | - | | - | |
| (iii) Capital work-in-progress | | 54,42,586 | | - | |
| (iv) Intangible assets under development | | - | | - | |
| (b) Non-current investments | 12 | 9,47,50,600 | | 3,76,00,600 | |
| (c) Deferred tax assets (net) | 6 | 7,01,055 | | 7,09,993 | |
| (d) Long-term loans and advances | 13 | 7,43,21,640 | | 50,26,46,354 | |
| (e) Other non-current assets | 14 | 34,93,074 | | 6,18,365 | |
| | | | 26,05,60,170 | | 56,79,48,984 |
| 2. Current assets | | | | | |
| (a) Current investments | | - | | - | |
| (b) Inventories | 15 | 10,06,73,641 | | 3,57,93,294 | |
| (c) Trade receivables | 16 | 20,14,52,042 | | 25,09,02,105 | |
| (d) Cash and Bank Balances | 17 | 5,84,08,542 | | 8,28,38,262 | |
| (e) Short-term loans and advances | 18 | 51,69,54,027 | | 47,29,78,746 | |
| (f) Other current assets | 19 | 2,425 | | 1,78,66,818 | |
| | | | 87,74,90,677 | | 86,03,79,225 |
| TOTAL | | | 1,13,80,50,847 | | 1,42,83,28,210 |
| See accompanying notes forming part of financial statements | | | | | |

In terms of our report attached

For GAUR & ASSOCIATES
Chartered Accountants
Firm Registration No. 005354C

S K Gupta
(S K GUPTA)
Partner
M. No. 016746
UDIN No. 21016746AAAAEY9761

Place: New Delhi
Date: 30.06.2021

For and on behalf of
BONLON INDUSTRIES LIMITED

Raj Jain
Raj Jain
Managing Director
Din No. 01018724

Ankit Gupta
Ankit Gupta
Chief Financial Officer

Arun Kumar Jain
Arun Kumar Jain
Director
Din No. 00438324

Naveen Kumar
Naveen Kumar
Company Secretary
M No: A33304



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING 31ST MARCH 2021

| | PARTICULARS | Note No. | For the Year Ended 31st March 2021 | | For the Year Ended 31st March 2020 | |
|------|---|----------|------------------------------------|-----------------------|------------------------------------|-----------------------|
| | | | Rs. | Rs. | Rs. | Rs. |
| I | Revenue from operations: | 20 | | | | |
| | Sale of Products | | 1,55,79,70,980 | | 2,42,59,17,007 | |
| | Sale of Services | | 16,11,420 | | 43,82,384 | |
| | Other Operating Revenues | | 2,21,95,718 | | 29,99,962 | |
| | Less: Excise Duty | | - | 1,58,17,78,119 | - | 2,43,32,99,353 |
| II | Other Income | 21 | | 3,08,02,188 | | 17,33,01,252 |
| III | Total Revenue (I + II) | | | 1,61,25,80,307 | | 2,60,66,00,605 |
| IV | Expenses | | | | | |
| | Cost of Materials Consumed | 22 | 21,20,20,368 | | 9,07,43,430 | |
| | Purchases of Stock in Trade | | 1,36,04,76,110 | | 2,35,79,65,946 | |
| | Changes in inventories of finished goods, work in progress and Stock-in-trade | 23 | (3,91,78,347) | | (3,04,77,912) | |
| | Employee benefits expense | 24 | 69,27,830 | | 64,78,954 | |
| | Finance Costs | 25 | 19,27,507 | | 16,93,265 | |
| | Depreciation and amortization expense | 26 | 30,06,359 | | 30,24,755 | |
| | Other expense | 27 | 4,08,09,989 | | 5,39,90,688 | |
| | Total Expense | | | 1,58,59,89,816 | | 2,48,34,19,126 |
| V | Profit before exceptional and extraordinary items and tax (III-IV) | | | 2,65,90,491 | | 12,31,81,479 |
| VI | Exceptional Items | | | - | | - |
| VII | Profit before extraordinary items and tax (V-VI) | | | 2,65,90,491 | | 12,31,81,479 |
| VIII | Extraordinary items | | | - | | - |
| IX | Profit before tax (VII-VIII) | | | 2,65,90,491 | | 12,31,81,479 |
| X | Tax expense: | | | | | |
| | (1) Current tax | | 69,31,117 | | 31,04,203 | |
| | (2) Deferred tax | | 8,937 | | 83,108 | |
| | | | | 69,40,054 | | 31,87,311 |
| XI | Profit/(Loss) for the period from continuing operations (IX - X) | | | 1,96,50,436 | | 11,99,94,168 |
| XII | Profit/(Loss) for the period from discontinuing operations | | | - | | - |
| XIII | Tax expense of discontinuing operations | | | - | | - |
| XIV | Profit/(Loss) from discontinuing operations (after tax) (XII-XIII) | | | - | | - |
| XV | Profit/(Loss) for the period (XI + XIV) | | | 1,96,50,436 | | 11,99,94,168 |
| XVI | Earnings per equity share: | | | | | |
| | (1) Basic | | | 1.39 | | 11.51 |
| | (2) Diluted | | | 1.39 | | 11.51 |
| | See accompanying notes forming part of financial statements | | | | | |

In terms of our report attached

For GAUR & ASSOCIATES

Chartered Accountants

Firm Registration No. 005354C

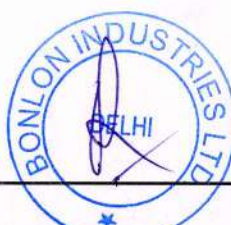
S K Gupta

(S K GUPTA)

Partner

M. No. 016746

UDIN No. 21016746AAAAEY9761



For and on behalf of
BONLON INDUSTRIES LIMITED

Raj Jain
Raj Jain
Managing Director
Din No. 01018724

Ankit Gupta
Ankit Gupta
Chief Financial Officer

Arun Kumar Jain
Arun Kumar Jain
Director
Din No. 00438324

Naveen Kumar
Naveen Kumar
Company Secretary
M No: A33304

Place: New Delhi

Date: 30.06.2021

BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

CONSOLIDATED Cash Flow Statement for the year ended 31st March, 2021

| Particulars | For The Year Ended March 31,2021 | For The Year Ended March 31,2020 |
|--|-------------------------------------|-------------------------------------|
| A. Cash flow from Operating activities | | |
| Profit/ (Loss) before tax | 2,65,90,491 | 12,31,81,479 |
| <i>Adjustments for:</i> | | |
| Depreciation | 30,06,359 | 30,24,755 |
| Dividend Received | - | - |
| Interest Received | (2,39,59,876) | (2,89,06,044) |
| Interest Paid/Financial charges | 19,27,507 | 16,93,265 |
| Preliminary Expenses written off | 9,11,916 | - |
| (Profit)/ Loss on Sale of Fixed Assets | (47,617) | (4,68,750) |
| Operating profit before working capital changes | 84,28,779 | 9,85,24,705 |
| <i>Movements in working capital :</i> | | |
| (Increase)/ Decrease in Inventories | (6,48,80,347) | (3,04,77,912) |
| (Increase)/Decrease in Trade Receivables | 4,94,50,063 | (16,41,39,130) |
| (Increase)/Decrease in Other assets | 1,78,64,393 | (6,80,801) |
| Increase/(Decrease) in Trade Payables and Other Liabilities | (44,20,82,186) | 68,62,87,331 |
| Increase/(Decrease) in Trade short term provision | - | (22,80,159) |
| <i>Cash generated from operations</i> | (43,12,19,297) | 58,72,34,034 |
| Income tax Refund/ (paid) during the year | (77,88,299) | - |
| Insurance-claim received | - | - |
| Net cash from operating activities (A) | (43,90,07,597) | 58,72,34,034 |
| B. Cash flow from Investing activities | | |
| Purchase of Fixed assets (including capital advances) | (6,39,76,445) | (21,51,547) |
| (Purchase)/Sale Of Long Term Investment | (5,71,50,000) | 1,39,16,667 |
| Preliminary Expenses incurred | (37,86,625) | - |
| Sale of Fixed Assets | 97,575 | 88,50,000 |
| Interest Received | 2,39,59,876 | 2,89,06,044 |
| Net cash from investing activities (B) | (10,08,55,620) | 4,95,21,163 |
| C. Cash flow from Financing activities | | |
| Proceeds from issue of share capital/ application money | 10,51,68,000 | - |
| Increase / (Decrease) in short term borrowings | 2,65,33,569 | 79,65,943 |
| Increase / (Decrease) in long term borrowings | 13,10,000 | (3,11,10,000) |
| Interest paid on borrowings/Financial Charges | (19,27,507) | (16,93,265) |
| Proceeds/(Repayment) of Short Term Loans | (4,39,75,281) | (26,00,98,851) |
| Proceeds/(Repayment) of Long Term Loans | 42,83,24,714 | (27,71,98,283) |
| Increase in Minority Interest | - | 10 |
| Net cash from financing activities (C) | 51,54,33,495 | (56,21,34,447) |
| Net increase in cash and cash equivalents (A+B+C) | (2,44,29,721) | 7,46,20,750 |
| Cash and cash equivalents at the beginning of the year | 8,28,38,262 | 82,17,512 |
| Cash and cash equivalents at the end of the year(Cash & Bank Balance) | 5,84,08,542 | 8,28,38,262 |

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated.

In terms of our report attached
For GAUR & ASSOCIATES
 Chartered Accountants
 Firm Registration No. 005354C

(S K GUPTA)
 Partner

M. No. 016746

UDIN No. 21016746AAAAEY9761

Place: New Delhi

Date: 30.06.2021



For and on behalf of
BONLON INDUSTRIES LIMITED

Raj Jain
 Managing Director
 Din No. 01018724

Ankit Gupta
 Chief Financial Officer

Arun Kumar Jain
 Director
 Din No. 00438324

Naveen Kumar
 Company Secretary
 M No: A33304

BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**NOTE '1'****Corporate Information**

The company is engaged in the business of manufacturing and trading of metal & Copper and running a hotel. The company is having its registered office at 7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005.

NOTE '2'**2.1 Accounting Standards**

The Company has complied with all the Accounting Standard as applicable to the company under Companies under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, and made necessary disclosures wherever applicable.

2.2 Basis of Accounting and Preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except for adjustments required to comply financial accounts in accordance with the schedule III.

2.3 Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.4 Inventories

Inventories are valued at the lower of cost (on FIFO basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary.

2.5 Depreciation and amortisation

Depreciation has been provided on the written down value method as per the rates prescribed in Schedule II of the Companies Act, 2013.

2.6 Revenue Recognition**Sale of Goods**

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales excludes Goods & service tax and TCS.

2.7 Property Plant and Equipments

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date.

2.8 Employee Benefits**Defined Benefit Plans**

The Company has not made any provision for gratuity during the year. The management had decided to pay gratuity at the time of retirement as per provisions applicable.

2.9 Earning Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the number of equity shares outstanding during the year.

2.10 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.11 Contingent Liability/Other

The company had given corporate guarantee of Rs. 2582 Lacs against working capital limit of B.C. Power Controls Limited in favour of Bank of India, Janpath Branch. The companies' Land and Building situated at G1, 663, RIICO Industrial Area, Bhiwadi, Rajasthan in the name of the company is equitably mortgage to Bank of India, Janpath for credit limit sanction to M/s BC Power Controls Limited aggregating to Rs. 2582 Lacs.



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**2.12 RE-GROUPED/ARRANGED**

The Previous year's figures have been reworked, re-grouped, re-arranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

2.13 Investment Activities

The company has paid advance of Rs. 11.50 Crores for purchase of property to the related parties of which sale deed is not executed till date of signing the financial statements.

2.14 Outgoing/Earning in Foreign Currency

All transaction in Foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place. Foreign-currency denominated monetary assets and liabilities are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of profit and loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense and cash-flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

2.15 Outstanding Litigations

The Company has filed two cases under Section 138 of Negotiable Instruments Act, 1881 i.e. for the dishonor of cheques. The total amount involved is Rs. 2,00,65,000. The matters are sub-judice and any outcome shall be determined on the basis of the judgement of the respective authority before which it is pending.

2.16 Manufacturing and Trading Activities

Due to heavy fluctuation in Metal (Copper) prices and amid of Covid 19 pandemic, the company has ignored its manufacturing activities and concentrated in trading activities during the year. The factory is closed last year.

2.17 Segment Reporting

An operating segment is one whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance. The Company has identified the chief operating decision maker as its Managing Director. The Chief Operating Decision Maker reviews performance of honey processing business on an overall business.

As the Company is operates in two segment but a company has a single reportable segment, the segment wise disclosure requirements of AS 17 on 'Operating Segment' Disclose under Note No 28.

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|--|----------------|---------------------|----------------|---------------------|
| | Rs. | | Rs. | |
| NOTE '3' | | | | |
| SHARE CAPITAL | | | | |
| -Authorised | | | | |
| 15000000 Equity Shares of Rs. 10/- each | | 15,00,00,000 | | 15,00,00,000 |
| -Issued, Subscribed and Paid up | | | | |
| 1,41,83,358 (2020: 1,04,27,358) Equity Shares of Rs10/- each fully paid-up | | 14,18,33,580 | | 10,42,73,580 |
| TOTAL | | 14,18,33,580 | | 10,42,73,580 |
| (i) Reconciliation of Shares: | | | | |
| Authorised Share Capital | | | | |
| Opening Share Capital | 1,50,00,000 | 15,00,00,000 | 1,10,00,000 | 11,00,00,000 |
| Add: Increased during the year* | - | - | 40,00,000 | 4,00,00,000 |
| Closing Share Capital | 1,50,00,000 | 15,00,00,000 | 1,50,00,000 | 15,00,00,000 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**Issued, Subscribed and Paid up**

| | | | | |
|------------------------------------|-------------|--------------|-------------|--------------|
| Opening Share Capital | 1,04,27,358 | 10,42,73,580 | 1,04,27,358 | 10,42,73,580 |
| Add: Shares issued During the year | 37,56,000 | 3,75,60,000 | - | - |
| Add: Rights/Bonus Shares Issued | - | - | - | - |
| Total | 1,41,83,358 | 14,18,33,580 | 1,04,27,358 | 10,42,73,580 |
| Less: Buy back of Shares | - | - | - | - |
| Less Reduction in Capital | - | - | - | - |
| Closing Share Capital | 1,41,83,358 | 14,18,33,580 | 1,04,27,358 | 10,42,73,580 |

(ii) Rights, Preference and restrictions attaching to each class of shares**Equity shares**

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. No dividend has been proposed by the Board of Directors during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(iii) List of Share holders having 5% or more Shares (In Nos)

| Name Of Shareholders | In Nos | In % | In Nos | In % |
|------------------------|-----------|-------|-----------|-------|
| Arun Kumar Jain | 65,53,278 | 46.20 | 65,53,278 | 62.85 |
| Arun Kumar jain (HUF) | 5,82,925 | 4.11 | 5,82,925 | 5.59 |
| Smita Jain | 15,45,420 | 10.90 | 15,45,420 | 14.82 |
| Saloni Jain | 5,35,710 | 3.78 | 5,35,710 | 5.14 |

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|---|----------------|---------------------|----------------|---------------------|
| | Rs. | | Rs. | |
| NOTE '4' | | | | |
| RESERVES AND SURPLUS | | | | |
| Capital Reserve | | | | |
| Opening Balance | | 32,72,58,338 | | 32,72,58,338 |
| Add : Securities Premium | | 6,76,08,000 | | - |
| Closing Balance | | 39,48,66,338 | | 32,72,58,338 |
| Profit and Loss Account | | | | |
| Opening Balance | | 17,22,52,310 | | 5,22,58,142 |
| Add: Net Profit after tax During The Year | | 1,96,50,436 | | 11,99,94,168 |
| Closing Balance | | 19,19,02,747 | | 17,22,52,310 |
| TOTAL | | 58,67,69,085 | | 49,95,10,648 |

| Particulars | As At 31/03/21 | | As At 31/03/20 | |
|-----------------------------|----------------|------------------|----------------|---------------|
| | Rs. | | Rs. | |
| NOTE '5' | | | | |
| LONG TERM BORROWINGS | | | | |
| Unsecured | | | | |
| From Directors | | | | |
| Arun Kumar Jain | | 13,50,000 | | 40,000 |
| TOTAL | | 13,50,000 | | 40,000 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| Particulars | As At 31/03/21 | As At 31/03/20 |
|---|-------------------|-------------------|
| | Rs. | Rs. |
| NOTE `6` | | |
| DEFERRED TAX LIABILITY/(ASSET) | | |
| Deferred tax asset | (7,09,993) | (7,93,101) |
| Merger Impact | - | - |
| Fixed assets: Impact of difference between tax depreciation and accounting depreciation/ amortization | 8,937 | 83,108 |
| Gross deferred tax Liability | (7,01,055) | (7,09,993) |
| Net deferred tax Liability | (7,01,055) | (7,09,993) |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|------------------------------|--------------------|------------------|
| | Rs. | Rs. |
| NOTE `7` | | |
| SHORT TERM BORROWINGS | | |
| Secured Loans | | |
| Bank of India -OD A/c-62 | 3,44,99,512 | 79,55,943 |
| Other | - | 10,000 |
| Unsecured Loans | | |
| TOTAL | 3,44,99,512 | 79,65,943 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-----------------------|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE `8` | | |
| TRADE PAYABLES | | |
| Unsecured | | |
| More Than One Year | 13,79,628 | 2,76,951 |
| Less Than One Year | 12,11,88,985 | 52,11,32,038 |
| TOTAL | 12,25,68,614 | 52,14,08,989 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|----------------------------------|----------------|----------------|
| | Rs. | Rs. |
| NOTE `9` | | |
| OTHER CURRENT LIABILITIES | | |
| For Statutory Dues | | |
| EPF Payable | 28,862 | 28,862 |
| ESI Payable | 2,326 | 2,326 |
| GST Payable | 88,926 | 9,838 |
| TDS Payable | 8,98,095 | 1,99,712 |
| TCS Payable | 4,56,222 | - |
| For Others Expenses | | |
| Ankur Sanitation Pvt Ltd | 66,923 | - |
| Audit Fees Payable | 99,375 | 1,34,200 |
| Consultancy charges payable | 20,850 | 4,500 |
| Director remuneration payable | 1,08,000 | 1,62,000 |
| Electricity Expenses | 3,07,253 | 52,540 |
| Internal Audit Fees Payable | 55,500 | 3,69,000 |
| Labour Wages Payable | 70,664 | - |
| Other Exp Payable | 4,97,899 | - |
| Rent Expenses | - | 72,000 |
| Staff Salary Payable | 3,06,968 | 4,53,364 |
| Telephone Expenses | 2,117 | - |



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**For Advance From Customer**

| | | |
|-------------------------|--------------|--------------|
| Ashish Metals | - | 12,26,280 |
| Asier Metals Pvt Ltd | 11,16,45,377 | - |
| B.C Power Delhi | - | 13,79,29,510 |
| Mittal Appliance Ltd | 13,09,08,671 | - |
| Simpex Overseas Pvt Ltd | 25,00,000 | - |
| Yash Gupta | 7,00,000 | - |
| Veer industries | - | 24,95,029 |
| Vem Industrial control | - | 2,08,86,000 |

Book Overdraft

| | | |
|---------------------------------|--------|--------------|
| Bank of India - Current A/c-720 | 19,000 | 12,73,27,991 |
| HDFC Bank - Current A/c | - | 6,71,685 |

| | | |
|--------------|---------------------|---------------------|
| TOTAL | 24,87,83,027 | 29,20,24,837 |
|--------------|---------------------|---------------------|

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-------------|----------------|----------------|
| | Rs. | Rs. |

NOTE `10`**SHORT TERM PROVISIONS**

| | | |
|--------------------------|------------------|------------------|
| Provision for Income Tax | 22,47,021 | 31,04,203 |
| TOTAL | 22,47,021 | 31,04,203 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-------------|----------------|----------------|
| | Rs. | Rs. |

NOTE `11`**TANGIBLE ASSETS**

| | | |
|--------------|--------------------|--------------------|
| | 8,72,93,801 | 2,63,73,672 |
| TOTAL | 8,72,93,801 | 2,63,73,672 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-------------|----------------|----------------|
| | Rs. | Rs. |

NOTE `12`**NON CURRENT ASSETS-INVESTMENT**

| | | |
|---|--------------------|--------------------|
| Shares Other (Investment recorded at cost) | 9,47,50,600 | 3,76,00,600 |
| TOTAL | 9,47,50,600 | 3,76,00,600 |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-------------|----------------|----------------|
| | Rs. | Rs. |

NOTE `13`**LONG TERM LOAN & ADVANCES**

| | | |
|---|--------------------|---------------------|
| Security Deposit | 19,16,210 | 26,25,465 |
| Other Business Loan & Advances (Due to Surplus liquidity of funds, the funds were utilised to give loans to other companies/firms) | 7,24,05,430 | 50,00,20,889 |
| TOTAL | 7,43,21,640 | 50,26,46,354 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| Particulars | As At 31/03/21 | As At 31/03/20 |
|-----------------------------|------------------|-----------------|
| | Rs. | Rs. |
| NOTE `14' | | |
| NON CURRENT ASSETS | | |
| Preliminary Expenses | | |
| Opening Balance | 6,18,365 | - |
| Capitalise during the year | 37,86,625 | 7,72,956 |
| Write off during the year | 9,11,916 | 1,54,591 |
| | <u>34,93,074</u> | <u>6,18,365</u> |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|------------------------------|---------------------|--------------------|
| | Rs. | Rs. |
| NOTE `15' | | |
| INVENTORIES | | |
| Raw Material | 2,57,02,000 | - |
| Finished Goods/Trading Goods | 7,49,71,641 | 3,57,93,294 |
| TOTAL | <u>10,06,73,641</u> | <u>3,57,93,294</u> |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|--|---------------------|---------------------|
| | Rs. | Rs. |
| NOTE `16' | | |
| TRADE RECEIVABLES | | |
| Over Six Months from the due date of payment | | |
| Good | 1,61,38,596 | 1,01,92,884 |
| Below Six Months from the due date of payment | | |
| Unsecured, Considered Good | 18,53,13,446 | 24,07,09,221 |
| TOTAL | <u>20,14,52,042</u> | <u>25,09,02,105</u> |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|--|--------------------|--------------------|
| | Rs. | Rs. |
| NOTE `17' | | |
| CASH AND BANK BALANCES | | |
| -Cash and Cash Equivalents | | |
| Cash in Hand | 41,63,400 | 27,37,844 |
| Balance with Banks | | |
| -In Current Accounts | | |
| Bank Of India-AKJ | 1,35,000 | 99,240 |
| Bank Of India-1600 | | 27,418 |
| HDFC Bank-56204 | 7,452 | 3,02,275 |
| HDFC Bank-61498 | 60,902 | 89,618 |
| HDFC-370 | 41,425 | 35,952 |
| HDFC Business A/c-42 | 4,95,993 | - |
| -In Deposit Accounts | | |
| Fixed Deposit Including accrued Interest | 5,35,04,370 | 7,95,45,916 |
| TOTAL | <u>5,84,08,542</u> | <u>8,28,38,262</u> |

| Particulars | As At 31/03/21 | As At 31/03/20 |
|--------------------------------------|----------------|----------------|
| | Rs. | Rs. |
| NOTE `18' | | |
| SHORT TERM LOANS AND ADVANCES | | |
| Prepaid Expenses | | |
| Prepaid Insurance | 1,37,875 | 1,58,957 |
| Prepaid Expenses Other | 75,391 | 59,640 |



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**Balance with Statutory Authorities**

| | | |
|-------------------------------------|---------------------|---------------------|
| Deposit Stay Fee | 5,00,000 | 5,00,000 |
| Duty draw back receivable | 12,99,342 | 8,22,915 |
| MSME credit licence receivable | 43,40,303 | 10,97,221 |
| GST Balance | 2,08,38,856 | 76,59,438 |
| GST Stay | 5,43,572 | - |
| Gst Refund receivable | 93,92,032 | 98,82,161 |
| Advance tax and TDS | 1,15,084 | 68,86,057 |
| Income Tax Refundable A.Y.2010-2011 | 73,326 | 73,326 |
| Income Tax Refundable A.Y.2011-2012 | 6,28,530 | 6,28,530 |
| Income Tax Refundable A.Y.2012-2013 | 3,42,625 | 3,42,625 |
| Income Tax Refundable A.Y.2013-2014 | 1,42,591 | 1,42,591 |
| Income Tax Refundable A.Y.2017-2018 | 1,74,570 | 1,74,570 |
| Income Tax Refundable A.Y.2018-2019 | 1,15,719 | 1,15,719 |
| Income Tax Refundable A.Y.2020-2021 | 37,81,854 | - |
| Advance To Suppliers | 35,33,46,671 | 41,61,19,996 |
| Advance for Property | 12,03,15,000 | 2,83,15,000 |
| Advance Other | 7,90,686 | - |
| TOTAL | 51,69,54,027 | 47,29,78,746 |

| Particulars | For the year ending on | For the year ending on |
|-----------------------------|------------------------|------------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `19' | | |
| OTHER CURRENT ASSETS | | |
| LC Margin | - | 3,58,718 |
| Polo Textiles Pvt Ltd | - | 8,100 |
| TDS Excess Deposit | 2,425 | - |
| Indocon Micro Engineers Ltd | - | 1,75,00,000 |
| TOTAL | 2,425 | 1,78,66,818 |

| Particulars | For the year ending on | For the year ending on |
|---------------------------------|------------------------|------------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `20' | | |
| REVENUE FROM OPERATION | | |
| Indigenous Sales | | |
| Sale AKJ Metal | 22,83,43,913 | - |
| Sales Interstate | 68,38,20,173 | 1,20,48,56,240 |
| Less: Discount/Credit Note | - | 6,97,210 |
| | 68,38,20,173 | 1,20,41,59,030 |
| Sales Intrastate | 48,11,40,693 | 1,16,68,57,086 |
| Less: Discount/Credit Note | - | - |
| Export Sale | 16,46,66,202 | 5,49,00,891 |
| Sale of Services | | |
| Hotel Income | 14,75,320 | 43,82,384 |
| Freight Income | 1,36,100 | - |
| Other Operating Revenues | | |
| Service Charge | 90,00,000 | - |
| Duty Draw Back | 26,86,930 | 13,85,469 |
| Msme Credit Income | 32,43,082 | 5,34,667 |
| Mcx Trading M2M | 69,95,024 | 10,79,826 |
| Misc. Income | 2,70,682 | - |
| TOTAL | 1,58,17,78,119 | 2,43,32,99,353 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|--------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `21` | | |
| OTHER INCOME | | |
| Commission Income | - | 25,100 |
| Interest on Fixed Deposit | 46,49,442 | 14,37,786 |
| Interest on Securities (JVNL) | 98,407 | 98,406 |
| Interest Received Others | 1,92,12,027 | 2,72,17,083 |
| Interest from IT refund | - | 1,52,769 |
| Exchange Gain | 67,94,398 | - |
| Key Men Policy maturity | - | 19,08,936 |
| Profit on Sale of Share | - | 14,19,92,423 |
| Profit on Sale of Land | - | 4,68,750 |
| Profit on Sale of Fixed Assets | 47,914 | - |
| TOTAL | 3,08,02,188 | 17,33,01,252 |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `22` | | |
| COST OF MATERIAL CONSUMED | | |
| Opening Raw Material | - | - |
| Add: Purchase of Raw Material | 23,77,22,369 | 9,07,43,430 |
| Less: Trade Discount Received | - | - |
| | 23,77,22,369 | 9,07,43,430 |
| Less: Closing Raw Material | 2,57,02,000 | - |
| | 21,20,20,368 | 9,07,43,430 |
| | 21,20,20,368 | 9,07,43,430 |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|-----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `23` | | |
| CHANGE OF STOCK IN TRADE | | |
| Stock at Commencement | | |
| Work in Progress | - | - |
| Finished Goods & Trading Goods | 60,20,401 | 53,15,382 |
| Scrap | 2,97,72,893 | - |
| | 3,57,93,294 | 53,15,382 |
| Less: Stock at Close | | |
| Work in Progress | - | - |
| Finished Goods & Trading Goods | 7,49,71,641 | 60,20,401 |
| Scrap | - | 2,97,72,893 |
| | 7,49,71,641 | 3,57,93,294 |
| Stock Decreased /(Increased) by | (3,91,78,347) | (3,04,77,912) |

| Particulars | For the year ending on 31/03/21 | For the year ending on 31/03/20 |
|-----------------------------------|------------------------------------|------------------------------------|
| | Rs. | Rs. |
| NOTE `24` | | |
| EMPLOYEE BENEFITS EXPENSES | | |
| Directors Remuneration | 14,40,000 | 15,90,000 |
| Salary & Wages | 51,87,137 | 44,67,247 |
| Staff Welfare | 17,040 | 2,30,353 |
| EPF Employer's Contribution | 2,64,837 | 1,67,860 |
| ESI Employer's Contribution | -18,816 | 23,494 |
| TOTAL | 69,27,830 | 64,78,954 |



BONLON INDUSTRIES LIMITED

7A/39, (12-IST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| Particulars | For the year ending on | For the year ending |
|----------------------|------------------------|---------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `25` | | |
| FINANCE COSTS | | |
| Bank Charges | 2,03,946 | 46,559 |
| Bank Interest | 17,23,561 | 28,665 |
| Interest to Other | - | - |
| L/C Opening Charges | - | 16,18,041 |
| TOTAL | 19,27,507 | 16,93,265 |

| Particulars | For the year ending on | For the year ending |
|---|------------------------|---------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `26` | | |
| DEPRECIATION & AMORTISATION EXPENSES | | |
| Depreciation | 30,06,359 | 30,24,755 |
| TOTAL | 30,06,359 | 30,24,755 |

| Particulars | For the year ending on | For the year ending |
|---|------------------------|---------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE `27` | | |
| OTHER EXPENSES | | |
| DIRECT EXPENSES | | |
| Consumable Item | 4,225 | 9,01,025 |
| Custom Duty | 7,30,165 | - |
| Discount | 7,07,340 | - |
| Food & Kitchen Expenses | - | 1,99,405 |
| Freight Inward | 5,03,947 | 1,28,506 |
| Import & Other Expenses | 64,85,178 | - |
| Job Work | 1,43,80,423 | - |
| Loading ,Unloading & Weighing Expenses | - | 1,50,900 |
| Loss in Transit | - | 53,638 |
| Power & Fuel Expenses | 26,75,891 | 32,38,207 |
| | 2,54,87,169 | 46,71,681 |
| INDIRECT EXPENSES | | |
| Accounting charges | 7,000 | 93,000 |
| Amc For water | - | 60,000 |
| Audit Fees | 1,05,000 | 85,000 |
| Bad Debt | - | 1,40,00,000 |
| Business Promotion | 2,46,179 | 10,82,758 |
| Club Expense | - | 17,334 |
| Commission Expense | 10,56,341 | 30,29,861 |
| Conveyance Expense | - | 1,09,000 |
| CSR Expense | 10,00,000 | - |
| Demand of excise | - | 1,00,000 |
| Demand of Income tax | - | 3,10,872 |
| Demat Charges | 5,900 | 8,086 |
| Electricity Expenses | 9,72,608 | - |
| Excise Rebate/Focus Licenses Short Received | - | 51,278 |
| Export expenses | 35,99,138 | 2,03,850 |
| Factory Licence fee | 11,480 | 8,610 |
| Fee & Subscription | 18,802 | 2,34,528 |
| Festival Expenses | 1,32,750 | - |
| Filing Fees | 7,800 | 22,408 |
| Freight Outward & Loading Charges | 8,56,518 | 16,15,965 |
| Godown Rent/Lease Rent | - | 10,791 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| | | |
|-------------------------------------|--------------------|--------------------|
| Handling Charges | 1,13,972 | - |
| House Keeping Expenses | - | 1,35,039 |
| Hotel Running Expenses | 6,17,917 | - |
| Insurance | 3,30,439 | 1,98,567 |
| Interest on Income Tax/TDS | 2,432 | 2,89,036 |
| Interest Other/GST | 77,581 | 2,400 |
| Internal Audit Fees | 60,000 | 60,000 |
| Lease Rent | 10,009 | - |
| LME Business Trading loss* | - | 2,11,78,590 |
| Loading & Unloading | 7,402 | - |
| Loss on Sale of FA | 297 | - |
| MCX M2M Trading Loss* | - | - |
| Misc.Expenses | 87,239 | 12,523 |
| Newspaper Expenses | - | 1,760 |
| Office Expense | 42,810 | 11,211 |
| Penalties & Demand | 64,215 | - |
| Pollution Expenses | 20,800 | 60,200 |
| Postage & Telegram | 34,872 | 6,869 |
| Preliminary Expense | 9,11,916 | - |
| Printing & Stationery | 16,967 | 31,480 |
| Professional & Legal Charges | 4,43,600 | 7,34,200 |
| Rebate and Discount | - | 3,809 |
| Rent Expenses | 27,90,000 | 25,80,000 |
| Repairs & Maintenance on Computer | 12,505 | 32,899 |
| Repairs & Maintenance on Office | 39,288 | 6,83,042 |
| Repairs & Maintenance on vehicle | 38,441 | 70,969 |
| Repairs & Maintenance on Other | 38,722 | - |
| ROC Fee | 20,200 | 1,54,591 |
| Running & Maintenance Expenses | 62,780 | 4,59,255 |
| Security Guard Expenses | 4,60,263 | 4,42,041 |
| Short & Excess | 3,07,159 | 717 |
| Telephone Expenses | 2,42,885 | 2,67,084 |
| Tour & Travelling Expenses-Domestic | 49,785 | 1,32,108 |
| Tour & Travelling Expenses-Foreign | 2,00,244 | 4,29,932 |
| Vat/CST Demand | - | 9,729 |
| Vehicle Running Expenses | 1,13,557 | 2,31,822 |
| Warehouse Storage Charges | 50,206 | - |
| Water Expense | 34,801 | 34,842 |
| Website Expense | - | 20,950 |
| TOTAL | 4,08,09,989 | 5,39,90,688 |

| | | |
|-----------------------------------|-----------------|---------------|
| Notes | | |
| Payment to the auditors comprises | | |
| As Auditors- Statutory Audit | 1,05,000 | 75,000 |
| Total | 1,05,000 | 75,000 |

| Particulars | For the year ending on | For the year ending on |
|-------------|------------------------|------------------------|
| | 31/03/21 | 31/03/20 |
| | Rs. | Rs. |

NOTE '28' Segment Wise Disclosure as per as AS 17

| | | |
|---|----------------|----------------|
| Segment Revenue | | |
| Manufacturing and trading of metal & Copper | 1,38,25,05,102 | 2,60,39,63,752 |
| Segment Assets | | |
| Manufacturing and trading of metal & Copper | 1,08,85,18,663 | 1,42,48,73,441 |
| Segment Liabilities | | |
| Manufacturing and trading of metal & Copper | 1,09,13,32,386 | 82,43,44,771 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

CIN: L27108DL1998PLC097397

NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS

| Particulars | For the year ending on | For the year ending |
|--|---|-------------------------|
| | 31/03/21 | on 31/03/20 |
| | Rs. | Rs. |
| NOTE '29' Related party disclosures | | |
| Description of relationship | | |
| <u>Details of Related Parties:</u> | | |
| | Mr. Arun Kumar Jain | Director |
| | Mrs. Smita jain | Director |
| | Mr. Raj Jain | Managing Director |
| | Mr. Ankit Gupta | CFO |
| | Mr. Naveen Kumar | Company Secretary |
| | Mrs. Swatika Jain | Relative of Director |
| | B.C. Power Controls Ltd | Group Company |
| | Bonlon Private Limited | Group Company |
| | Bonlon Securities Limited | Group Company |
| | Harshit Finvest Pvt Ltd | Group Company |
| | Vinco Metal Pvt Ltd | Group Company |
| | AKJ Metals Pvt Ltd | Wholly Owned Subsidiary |
| (a) Summary of related party transactions | | |
| Particulars | Key management personnel or their relatives | |
| | For the year ending on | For the year ending |
| | 31/03/21 | on 31/03/20 |
| Remuneration | | |
| Mr. Arun Kumar Jain | 7,20,000 | 7,20,000 |
| Mrs. Smita Jain | - | 1,50,000 |
| Mr. Raj Jain | 7,47,000 | 7,20,000 |
| Salary | | |
| Mr. Ankit Gupta | 5,40,000 | - |
| Mr. Naveen Kumar | 7,18,750 | - |
| Sale | | |
| B.C. Power Controls Ltd | 15,56,36,765 | 1,33,72,38,266 |
| Commission/Other Expenses | | |
| B.C. Power Controls Ltd | 12,027 | 15,59,09,090 |
| Purchase of Investment - Shares | | |
| Bonlon Securities Limited | 3,37,50,000 | - |
| Harshit Finvest Private Limited | 2,34,00,000 | - |
| Purchase | | |
| B.C. Power Controls Ltd | 11,88,73,452 | 2,94,50,597 |
| Rent Paid | | |
| Smita Jain | 7,50,000 | 9,00,000 |
| Advance for Property | | |
| Smita jain | 6,00,00,000 | - |
| Swatika jain | 3,50,00,000 | - |
| Ankit Gupta | 2,00,00,000 | - |
| Advance to Supplier | | |
| B.C. Power Controls Ltd | 20,19,64,773 | - |
| Loan and Advances | | |
| Harshit Finvest Pvt Ltd | - | 7,66,10,000 |
| Bonlon Pvt Ltd | - | 6,29,29,123 |
| Bonlon Securities Ltd | - | 23,73,50,000 |



BONLON INDUSTRIES LIMITED

7A/39, (12-1ST FLOOR,) W.E.A. CHANNA MARKET, KAROL BAGH, NEW DELHI-110005

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NOTES FORMING PART OF ACCOUNTS CONSOLIDATED FINANCIAL STATEMENTS**Unsecured Loan**

| | | |
|-----------------|-----------|--------|
| Arun Kumar Jain | 13,50,000 | 40,000 |
|-----------------|-----------|--------|

Expense Payable

| | | |
|-------------------------------|----------|----------|
| Director Remuneration Payable | 1,08,000 | 1,62,000 |
| Salary Payable | 1,05,000 | - |

In terms of our report attached


For GAUR & ASSOCIATES

Chartered Accountants

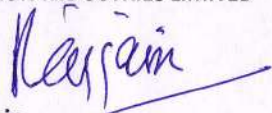
Firm Registration No. 005354C

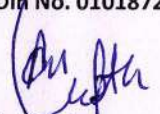
For and on behalf of

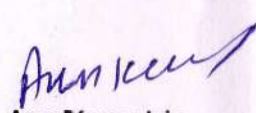
BONLON INDUSTRIES LIMITED



(S K GUPTA)
Partner
M. No. 016746
UDIN No. 21016746AAAAEY9761




Raj Jain
Managing Director
Din No. 01018724


Ankit Gupta
Chief Financial Officer


Arun Kumar Jain
Director
Din No. 00438324


Naveen Kumar
Company Secretary
M No: A33304

Place: New Delhi

Date : 30.06.2021

