Geared for life

BHARAT GEARS LIMITED
Regd. Office & Works :
20, K.M. Mathura Road, P.O.Box 328
P.O. Amar Nagar,Faridabad - 121003 (Haryana) INDIA
Tel. : +91 (129) 4288888, E-mail : info@bglindia.com
Corporate Identity Number : L29130HR1971PLC034365

BGL/SEC/NSE/3/JULY 2020-2021

BGL/SEC/BSE/2/JULY 2020-2021

July 08, 2020

The Manager (Listing)
National Stock Exchange of India Ltd
"Exchange Plaza", 5th Floor
Plot No. C-1, G-Block
Bandra Kurla Complex
Bandra (E)
Mumbai-400051

SYMBOL: BHARATGEAR

The Manager (Listing)
BSE Limited
1st Floor, New Trading Ring
Rotunda Building
PJ Towers, Dalal Street
Fort, Mumbai–400001

STOCKCODE: 505688

Dear Sir/Madam,

Sub: Disclosure of Related Party Transactions for the half year ended March 31, 2020 pursuant to Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of the Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Disclosures of Related Party Transactions for the half year ended March 31, 2020.

You are requested to take the same on your records.

Thanking you,

Yours faithfully
For **BHARAT GEARS LIMITED**

Prashant Khattry
Head (Legal) and Company Secretary

BHARAT GEARS LIMITED ★ FARIDABAD ★

Bharat Gears Limited
Notes to the Financial Statements for the year ended 31 March, 2020

Note 35 Related party transactions

Note	Particulars	
(A)	**As per Ind AS 24, the disclosures of transactions with the Related Parties are given below:**	
	Description of relationship	**Names of related parties**
	Key Management Personnel (KMP)	(i) Mr. Surinder Paul Kanwar - Chairman and Managing Director (who also has ability to exercise 'significant influence' over the Company) (ii) Mr. Sameer Kanwar – Joint Managing Director (Son of Chairman and Managing Director of the Company) (iii) Mr. Rakesh Chopra - Non Executive Independent Director (iv) Mr. Virendra Kumar Pargal - Non Executive Independent Director (v) Mr. Wolfgang Rudolf Schilha - Non Executive Independent Director (vi) Mrs. Hiroo Suresh Advani - Non Executive Independent Director (vii) Mr. N.V. Srinivasan - Non Executive Director
	Enterprises over which KMP is able to exercise significant influence	(i) Cliplok Simpak (India) Private Limited (CSIPL) (ii) Raunaq EPC International Limited (REIL) (iii) Vibrant Reality Infra Private Limited (VRIPL) formerly known as Vibrant Finance & Investments Private Limited (VFIPL) (iv) Xlerate Driveline India Limited (XDIL)
	Note: Related parties have been identified by the Management.	

(B) **Details of related party transactions during the year ended 31 March, 2020:**

(i) **Key Management Personnel (KMP):**

	Particulars	For the year ended 31 March, 2020 ₹ lacs	For the year ended 31 March, 2019 ₹ lacs
(a)	**Mr. Surinder Paul Kanwar**		
	- Compensation - Short term employee benefits	262.87	197.82
	- Rent paid for premises taken on lease	60.00	65.00
	- Reimbursement of maintenance charges paid for premises taken on lease	4.21	3.51
	- Refund of security deposit received	-	10.00
	- Equity allotment - Rights issue of equity shares	775.58	-
(b)	**Mr. Sameer Kanwar**		
	- Compensation - Short term employee benefits	173.35	168.63
	- Rent paid for premises taken on lease	35.33	34.85
	- Reimbursement of maintenance charges paid for premises taken on lease	0.85	1.70
(c)	**Mr. N.V. Srinivasan**		
	- Fees for technical advisory services	23.04	32.74
	- Director's sitting fees	1.30	1.35
(d)	**Mr. Rakesh Chopra** - Director's sitting fees	3.00	3.35
(e)	**Mr. Virendra Kumar Pargal** - Director's sitting fees	2.30	3.15
(f)	**Mr. Wolfgang Rudolf Schilha** - Director's sitting fees	0.60	1.00
(g)	**Mrs. Hiroo Suresh Advani** - Director's sitting fees	2.60	2.75

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Bharat Gears Limited

Notes to the Financial Statements for the year ended 31 March, 2020

Note 35 Related party transactions (Contd)..

(ii) **Enterprises over which KMP is able to exercise significant influence:**

	Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
		₹ lacs	₹ lacs
(a)	**Cliplok Simpak (India) Private Limited**		
	- Purchase of packing material	12.19	44.61
	- Rent income	0.62	0.55
(b)	**Vibrant Reality Infra Private Limited**		
	- Rent and other expenses	18.55	17.85
(c)	**Raunaq EPC International Limited**		
	- Rent income	7.24	11.77
(d)	**Xlerate Driveline India Limited**		
	- Marketing service income	154.32	171.63
	- Rent expense	11.75	11.75
	- Rent income	0.69	-
	- Recovery of business promotion expenses	10.35	14.11

(C) **Outstanding balances:**

(i) **Key Management Personnel (KMP):**

	Particulars	As at 31 March, 2020	As at 31 March, 2019
		₹ lacs	₹ lacs
(a)	**Mr. Surinder Paul Kanwar**		
	Receivable	50.00	50.00
	Payable (Refer Note 22)	11.68	-
(b)	**Mr. Sameer Kanwar**		
	Receivable	10.00	10.00
	Payable (Refer Note 22)	5.81	4.11
(c)	**Mr. N.V. Srinivasan**		
	Payable (Refer Note 22)	1.34	2.93
(d)	**Mr. Virendra Kumar Pargal**		
	Payable (Refer Note 22)	0.09	-
(e)	**Mr. Rakesh Chopra**		
	Payable (Refer Note 22)	0.18	-

(ii) **Enterprises over which KMP is able to exercise significant influence:**

	Particulars	As at 31 March, 2020	As at 31 March, 2019
		₹ lacs	₹ lacs
(a)	**Vibrant Reality Infra Private Limited**		
	Receivable	5.00	5.00
(b)	**Cliplok Simpak (India) Private Limited**		
	Receivable (Refer Footnote (ii) of Note 7(B) and Footnote (i) of Note 13)	0.19	1.81
(c)	**Raunaq EPC International Limited**		
	Receivable (Refer Footnote (ii) of Note 7(B))	19.47	12.73
(d)	**Xlerate Driveline India Limited**		
	Receivable		
	Refer Footnote (i) of Note 10 - ₹ 44.77 lacs		
	Refer Footnote (ii) of Note 7(B) - ₹ 2.57 lacs		
	Refer Note 7(B)(c) - ₹ 38.52 lacs	85.86	95.23
	Payable (Refer Note 22)	2.12	-

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(D) Notes:

(i) Key Management Personnel compensation does not include provision for gratuity and leave encashment, which is determined for the Company as a whole.

(ii) All transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for receivables, payables are unsecured, interest free and settlement occurs in cash excluding Ind AS fair value adjustments, if any. The Company has not recorded any impairment of balances relating to amounts owed by related parties during the year ended 31 March, 2020 (31 March, 2019: ₹ Nil). The assessment is undertaken at each financial year through evaluating the financial position of the related party and the market in which the related party operates.

(iii) During the year, guarantee of ₹ 10567.00 lacs, which is outstanding as on date was provided by one of the Managing Director against term loan from others (Refer Footnote (iii) of Note 16).

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