

*35th*  
*Annual Report*  
*2016-2017*

**BEE ELECTRONIC  
MACHINES LIMITED**



**Late Shri Krishna Kumar Bhargava**  
Founder Chairman & Managing Director  
(1924 – 1994)

*"Think big and don't listen to people who tell you it  
can't be done. Life's too short to think small."  
- Tim Ferriss*

**BOARD OF DIRECTORS**

Ms. Abhilasha Bhargava	Whole time Director
Ms. Karuna Kotiyan	Director
Mr. K. Sudesh Kumar Acharya	Director
Mr. Venugopal R. Coontoor	Director
Mr. Rajendra Kumar C. Shah	Director

**REGISTERED OFFICE**

266, Dr. Annie Besant Road  
Worli, Mumbai 400 030  
CIN No. : L32100MH1981PLC025033  
Tel: 2430 1873 Fax: 2430 7709  
Email: investors@beeelectronic.com

**AUDITORS**

Shankarlal Jain & Associates  
12, Engineer Building,  
265 Princess Street, Mumbai 400 002

**REGISTRARS & TRANSFER AGENTS**

Adroit Corporate Services Pvt. Ltd.  
19, Jafferbhoy Industrial Estate, 1<sup>st</sup> Floor,  
Makwana Road, Marol Naka, Mumbai 400 059  
Tel: 2859 0942/ 2850 3748; Fax: 2859 0942  
Email: [adroits@vsnl.net](mailto:adroits@vsnl.net)

**FACTORIES**

**Unit – 1:**

G-17/2, MIDC Industrial Area  
Tarapur, Maharashtra

**Unit – 2:**

Raghunath Industrial Estate  
College Road, Wadkund  
Dahanu Road, Maharashtra

**Unit - 3:**

Plot No.12, Gamtalao  
Dabhel Industrial Co-op. Ltd., Dabhel  
Nani Daman, Daman 396 210

# BEE ELECTRONIC MACHINES LIMITED

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## NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the Thirty Fifth Annual General Meeting of BEE ELECTRONIC MACHINES LIMITED will be held at the Registered office of the Company at 266, Dr. Annie Besant Road, Worli, Mumbai 400 030 on Friday, September 29<sup>th</sup>, 2017 at 10:00 AM to transact the following business:

### ORDINARY BUSINESS:

- 1) To receive, consider, approve and adopt the audited Financial Statements as at March 31<sup>st</sup>, 2017 and the reports of the Directors and Auditors thereon, by passing the following as an Ordinary Resolution:

**RESOLVED THAT** the Financial Statements of the Company including the balance sheet as at as at March 31<sup>st</sup>, 2017; the Statement of Profit and Loss for the year ended on that date together with the Notes thereon, the Cash Flow Statement for the said period and the Report of the Auditors and the Directors thereon be and are hereby received, confirmed and adopted.

- 2) To appoint a Director in place of Ms. Abhilasha Krishna Kumar Bhargava [DIN 00940237], who retires by rotation and being eligible offers herself for re-appointment by passing the following as an Ordinary Resolution:

**RESOLVED THAT** pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013, the Rules made there under and the Articles of Association of the Company, Ms. Abhilasha Krishna Kumar Bhargava [DIN 00940237], a Director retiring by rotation, being eligible and offering herself for re-election, be and is hereby re-appointed as a Director of the Company.

- 3) To appoint M/s Bhatte & Paliwal, Chartered Accountants (Registration No. 131411W) as the Statutory Auditors for the Company by passing the following as an Ordinary Resolution:

**RESOLVED THAT** pursuant to Section 139 of the Companies Act, 2013, and the Rules made thereunder, M/s. Shankarlal Jain & Associates, Chartered Accountants, Mumbai, with ICAI registration number 109901W stand retired as Statutory Auditors of the Company, and as they are not eligible for re-appointment as per the Companies Act, 2013, M/s. Bhatte & Paliwal, Chartered Accountants, Mumbai with ICAI Registration Number 131411W be and are hereby appointed as the Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the fourth consecutive AGM to be held during the year 2022 (subject to ratification of the appointment by the members at every AGM held after this AGM) on a remuneration to be fixed by the Board of Directors.

### SPECIAL BUSINESS:

- 4) To consider and if thought fit, to pass the following as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to Section 196 & 197 of the Companies Act, 2013, Schedule V thereto, and the applicable Rules, the Articles of Association of the Company, and subject to the other provisions of the Act and of the Articles as may be applicable, and such other approvals as maybe required, approval of the members is accorded for the re-appointment of Ms. Abhilasha Krishna Kumar Bhargava, as the Whole time Director of the Company for a period of 5 (five) years with effect from September 30<sup>th</sup>, 2017 on the following terms and conditions:

- a) Salary of Rs. 5,000/- per month with power to the Board to increase the salary from time to time subject to the ceiling of Rs. 15,000/- per month;
- b) Perquisites: In addition to the salary, the Whole time Director shall be entitled to housing, accommodation, house rent allowance, maid/ servant at the residence, gas, electricity, water, furnishings at residence, reimbursement of

medical expenses and/ or medical insurance for self and family, leave travel, club membership, personal accident premium, and such perquisites as per the rules of the Company;

- c) The Whole time Director shall also be entitled to following perquisites which shall not be included in the computation of ceiling on remuneration specified hereinabove—
- i. Contribution to provident fund, superannuation fund or annuity fund, encashment of leave and gratuity amongst other benefits shall be in accordance with the applicable law/ service rules of the Company
  - ii. Gratuity payable at a rate not exceeding half a month's salary for each completed year of service
  - iii. Encashment of leave at the end of the tenure
- d) Provisions of car with driver for business of the Company and telephone at residence shall not be treated as perquisites. However, the Company shall bill the Whole time Director for car and long distance telephone calls for personal use.
- e) Notwithstanding anything contained hereinabove, wherein in any financial year the Company has no profits or its profits are inadequate, the Company shall pay to the Whole time Director the aforesaid remuneration which shall be the minimum remuneration payable to Ms. Abhilasha Krishna Kumar Bhargava. The contribution to provident fund, gratuity payable and encashment of leave at the end of the tenure shall not be included in the computation of ceiling for the aforesaid minimum remuneration."

**BY ORDER OF THE BOARD**

Sd/-

K. Sudesh Kumar Acharya  
Director

Date: 14<sup>th</sup> August 2017

**EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013 AND THE INFORMATION AS REQUIRED PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT**

**ITEM NO. 2 – Re-appointment of Ms. Abhilasha Krishna Kumar Bhargava who retires by rotation**

Ms. Abhilasha Krishna Kumar Bhargava is one of the promoters of the Company. At present, she is the Whole time Director of the Company. She has been associated with the Company from 1992-93 when she was appointed as the Vice President (Marketing) of the Company by the Founder Chairman & Managing Director of the Company. Late Shri Krishna Kumar Bhargava. She has over 20 years experience in the relevant industry.

She has done her B. Com and FMBA from Narsee Monjee Institute of Management Studies. She holds 5 (five) other Directorships in other Companies and no other membership of other Committees. She holds 14,17,129 equity shares of the Company.

**ITEM NO. 4 – Re-appointment of Ms. Abhilasha Krishna Kumar Bhargava as Whole time Director**

At the Annual General Meeting of the Company held on September 30<sup>th</sup>, 2014, Ms. Abhilasha Bhargava was appointed as the Whole time Director for a period of 3 (three) years. As per Section 161 of the Act, she holds office till the ensuing AGM and it is proposed to re-appoint her as the Whole time Director for a further period of 5 (five) years i. e. till September 30<sup>th</sup>, 2022.

Ms. Abhilasha Bhargava, aged 46 years holds a Bachelor's Degree in Commerce and has done FMBA from Narsee Monjee Institute. She has more than 20 years experience in the industry. She is experienced in handling legal matters and has been looking after the day to day functions of the Company.

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Ms. Abhilasha Bhargava is part of the promoter group and holds 14,17,129 shares in the Company. She holds directorship in 5 (five) other companies and is not on any other Committee. Statement pursuant to Clause (iv) of second proviso to Paragraph B of Section II of Part II of Schedule V to the Act is enclosed to the extent applicable.

The Board recommends the resolution for the consideration of the members as a Special Resolution.

Except Ms. Bhargava, none of the other Directors and other Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the above proposal.

### NOTES:

1. The Register of Members and the Share Transfer Book of the Company shall remain closed from Saturday, September 23<sup>rd</sup>, 2017 to Thursday, September 28<sup>th</sup>, 2017 (both days inclusive) in connection with the Annual General meeting.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy/ proxies to attend and vote instead of herself/ himself. Such a proxy/ proxies need not be a member of the Company. A person can act as a proxy on behalf of members not exceeding 50 (fifty) and holding in the aggregate not more than 10 percent of the total share capital of the Company. Members holding more than 10% are entitled to appoint a single proxy, who cannot be a proxy of any other member.
3. The instrument of proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed, stamped and signed, not less than FORTY EIGHT (48) hours before the commencement of the meeting. Proxies submitted on behalf of Companies, Societies etc, must be supported by an appropriate resolution/ authority, as applicable.
4. 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.
5. 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, therefore, requested to submit the PAN to their Depository Participant with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the RTA.
6. Details under Clause 49 of the Listing Agreement with the Stock Exchange in respect of the Directors seeking appointment/ re-appointment at the Annual General Meeting are enclosed and form an integral part of the Notice. The Directors have furnished the requisite declarations for their appointment/ re-appointment.
7. Electronic copy of the full version of the Annual Report for the year 2016-17 and the Notice of the 35<sup>th</sup> AGM are being sent to all the members whose email-ids are registered with the Company/ Depository Participant (s) for communication purposes unless any member has requested for a hard copy of the same. In a bid to support the "Green Initiative" members who have not registered their email addresses/ id, physical copies of the Abridged Annual Report for the year are being sent in the permitted mode. These members are requested to register their email IDs with the DP/ RTA.
8. Full version of the Report and the Notice of the AGM are available on the Company's website viz., [www.beeelectronic.com](http://www.beeelectronic.com). Members desirous of receiving the complete Annual Report may send a request in writing to the Registrar or the Company and send the same by post/ courier or email with a scanned copy of the request.

9. Pursuant to Section 108 of the Companies Act, 2013 read with the relevant Rules in respect thereto, SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (hereinafter referred to as the SEBI (LODR) Regulations) the Company has entered into an Arrangement with Central Depository Services Limited (CDSL) to facilitate the members to exercise their right to vote at the Annual General Meeting by electronic means.
10. A person who has participated in e-voting is not debarred from participating in the meeting physically though he shall not be able to vote in the meeting again and his earlier vote cast electronically shall be treated as final. In terms of the provisions of Section 107 read with Section 109, there will be no voting by show of hands at the meeting and hence the provisions relating to demand for poll by members is irrelevant. The Chairman of the meeting will regulate the meeting and voting on the resolutions in accordance with the provisions of the Act and the applicable Rules.
11. Ms. Mruga K. Vasavada, Practicing Company Secretary (Membership No.26793, CP No.9647) has been appointed as the scrutinizer to scrutinize the evoting process in a fair and transparent manner.
12. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a written request for the same, by post free of cost. For any information, the shareholders may also send requests to the RTA.
13. All documents referred to in the accompanying Notice and the Explanatory Statement will be open for inspection at the registered office during normal business hours (10:30 a.m. to 5:00 p.m.) on all working days except on holidays, upto and including the date of the AGM.
14. Shareholders seeking any information with regards to accounts are requested to write to the Company well in advance so as to enable the management to reply.

**BY ORDER OF THE BOARD**

Sd/-

K. Sudesh Kumar Acharya  
Director

Date: 14<sup>th</sup> August 2017

**Members desiring to vote electronically may refer to the detailed procedure on e-voting given hereinafter:-**

**The Instructions for members for voting electronically are as under:-**

- 1) The voting period begins on September 25<sup>th</sup>, 2017 at 9:00 a.m. and ends on September 27<sup>th</sup>, 2017 at 5:00 p.m. During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Saturday, September 23<sup>rd</sup>, 2017 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- 2) The shareholders shall log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- 3) Click on shareholders
- 4) Now enter your USER ID
  - For CDSL – 16 digit beneficiary ID
  - For NSDL – 8 characters DP ID followed by 8 digits Client ID
  - Members holding shares in physical form should enter Folio Number registered with the Company

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- 5) Next enter the Image verification as displayed and click on Login
- 6) If you are holding shares in demat form and have logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on any other instance earlier for any other Company, then your existing password is to be used.
- 7) If you are a first time user, follow the steps given below:

<b>PAN</b>	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both Demat Shareholders as well as Physical Shareholders)</p> <ul style="list-style-type: none"><li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number.</li><li>• In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li></ul>
<b>DOB</b>	<p>Enter the Date of Birth as recorded in your demat account or in the Company records for the said demat account or folio in dd/mm/yyyy format.</p>
<b>Dividend Bank Details</b>	<p>Enter the Dividend Bank Details as recorded in your demat account or in the Company records for the said demat account or folio.</p> <ul style="list-style-type: none"><li>• Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or Company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv)</li></ul>

- 8) After entering these details appropriately, click on "SUBMIT" tab.
- 9) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach "Password Creation" menu herein they are required to mandatorily enter their login password in the new password filed. Kindly note that this password is to be also used by the demat holders for voters for Resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- 10) For members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice
- 11) Click on the "Electronic Voting Sequence Number (EVSN) of Bee Electronic Machines Limited for casting your vote.
- 12) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- 13) Click on the "RESOLUTION FILE LINK" if you wish to view the entire Resolution details.
- 14) After selecting the Resolution you have decided to vote on, click on "SUBMIT." A confirmation box will be displayed. If you wish to confirm your vote, click on "OK," else to change your vote, click on "CANCEL" and accordingly modify your vote.
- 15) Once you "CONFIRM" your vote on the Resolution, you will not be allowed to modify your vote.

- 16) You can also take the print out of the voting done by you by clicking on "CLICK HERE TO PRINT" option on the voting page.
- 17) If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on "FORGOT PASSWORD" and enter the details as prompted by the system.

**18) Note for Non-Individual shareholders and custodians:**

- Non-individual shareholders (i.e. other than individuals, HUF, NRI, etc.) and custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
- A scanned copy of the Registration form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
- After receiving the login details, a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote.
- The list of accounts should be mailed to [helpdesk.evoting@cdsl.com](mailto:helpdesk.evoting@cdsl.com) and on approval of the account/s, they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any should be uploaded in PDF format in the system for the Scrutinizer to verify the same.

**Voting at AGM:**

- i. The members who have not cast their vote by e-voting can exercise their voting rights at the AGM. The Company will make arrangements for Ballot papers in this regard at the AGM Venue.
- ii. The members who have cast their vote by e-voting prior to the AGM may also attend the AGM, if they so desire, but they shall not be entitled to recast/ cast their votes again.

**GENERAL INSTRUCTIONS**

1. The voting period begins on September 25<sup>th</sup>, 2017 at 9:00 A.M. and ends on September 27<sup>th</sup>, 2017 at 5:00 P.M. During this period, shareholders of the Company holding shares either in physical or dematerialized form, as on the cut-off date of September 23<sup>rd</sup>, 2017, may cast their votes electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
2. In case you have any queries or issues regarding e-voting, you may refer to the Frequently Asked Questions (FAQs) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under the help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
3. You can also update your mobile number and email ID in the user profile section of the Folio which may be used for sending future communication/s.
4. The voting rights of members shall be in proportion to their share in the Paid-up equity Share Capital of the Company as on the cut-off date of September 23<sup>rd</sup>, 2017.
5. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the Notice and holding shares as on the cut-off date i. e. September 23<sup>rd</sup>, 2017, may contact the Company's Registrars viz., M/s. Adroit Corporate Services Pvt. Ltd.

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6. Ms. Mruga K. Vasavada, Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the e-voting process (including the Ballot Form received from the Members who do not have access to the e-voting process) in a fair and transparent manner.
7. Members who do not have access to e-voting facility may send duly completed Ballot forms (enclosed with the Annual Report) so as to reach the Scrutinizer appointed by the Board of Directors of the Company, Ms. Mruga K. Vasavada, Practicing Company Secretary (Membership No. ACS 26793) at 202, 2<sup>nd</sup> Floor, May Building, 297/ 299/ 301 Princess Street, Near Marine Lines Flyover, Mumbai 400 002 at Email: mrugavasavada@gmail.com not later than September 28<sup>th</sup>, 2017 by 5:00 P.M. Ballot form received after this date shall be treated as invalid. A member can opt for only one mode of voting i.e. either through e-voting or by Ballot. If a member casts votes by both modes, then voting done through e-voting shall prevail and Ballot shall be treated as invalid.
8. The Scrutinizer shall, immediately after the conclusion of voting at the Annual General meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting and ballot in the presence of atleast two witnesses not in the employment of the Company and make a consolidated Scrutinizer's Report on the total votes cast in favour or against, if any, to the Chairman of the Company not later than 3 days of conclusion of the Meeting.
9. The results declared along with the Scrutinizer's Report shall be placed on the website of CDSL within 24 hours of the passing of the Resolutions at the 35<sup>th</sup> Annual General meeting of the Company on September 29<sup>th</sup>, 2017 and communicated to the BSE Limited, where the share of the Company are listed and shall also be placed on the website of the Company.

**DIRECTORS REPORT**

Dear members,

The Directors of the company present the 35th Annual Report of your Company together with the Audited financial statements and the Auditors Report of your company for the financial year March 31<sup>st</sup>, 2017. The summarized financial results for the year ended March 31<sup>st</sup>, 2017 are as under:-

**1. Financial Results –**

<b>PARTICULARS</b>	<b>For the Financial year ended March 31<sup>st</sup>, 2017 Amt. in Lakhs</b>	<b>For the Financial year ended March 31<sup>st</sup>, 2016 Amt. in Lakhs</b>
<b>Sales &amp; Other Income</b>	23.43	11.81
<b>Gross Profit/ (Loss)</b>	6.07	(3.40)
<b>Depreciation</b>	(3.21)	(3.21)
<b>Interest</b>	(1.44)	(1.44)
<b>Profit / (Loss) before exceptional items</b>	1.42	(8.05)
<b>Exceptional item: Secured lenders balance written back</b>	0	389.34
<b>Profit/ (Loss) before Tax</b>	1.42	381.29
<b>Tax</b>	0	0
<b>Profit/ (Loss) after Tax</b>	1.42	381.29

**2. Review of Operations –**

The Company has achieved a turnover (Sales and other income) of Rs.23.43 Lakhs against Rs.11.81 Lakhs reported last year and there was a Gross Profit of Rs.6.07 Lakhs as compared to Gross Loss of Rs.3.40 lakhs reported last year.

The Hon'ble BIFR had directed the Asset Sale Committee (ASC) to sell the surplus assets of the Company at Tarapur and Daman. The sales proceeds were to be used to settle the statutory dues along with the dues of the Bankers and UTI. Accordingly, the ASC confirmed the Sale of the Company's properties at Tarapur and Daman in favor of M/s. Mount Overseas Private Limited, Mumbai who directly deposited a sum of Rs.270 lacs with the Operating Agency for the purchase of the same. The Company was directed to prepare and submit the Draft Rehabilitation Scheme to the Operating Agency.

The Operating Agency submitted its report to the Hon'ble BIFR vide their letter No. CMW/OAD/180/JPV/2013 of date March 27th, 2013 who directed the Operating Agency thereafter to retain this amount of Rs. 270 lacs in a No Lien deposit account (Short term for 91 days) to be automatically renewed till further instructions and the same to be a part of Draft Rehabilitation Scheme.

In the interim period, the secured lenders were not willing to wait for the Draft Rehabilitation Scheme to be formulated, circulated and approved as a consensus was difficult to be had within the Consortium and UTI. Based on directions from Hon'ble BIFR to settle the secured creditors of the Company, the Company entered into dialogue with them for a One-time Settlement. After much follow up, they individually agreed on the condition of upfront payment.