



Industries Ltd.

Date: 02nd September, 2019

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block
Bandra Kurla Complex, Bandra (East)
Mumbai- 400051, Maharashtra

Symbol: AVSL

SUB: OUTCOME OF THE BOARD MEETING

Dear Sir,

As per Regulation 30 of the SEBI(Listing Obligation and Disclosure Requirement) Regulations, 2015, this is to inform that the Board of Directors of the Company in their meeting held Today i.e 02nd day of September, 2019 at registered office of the Company, which commenced at 11:00 P.M and Concluded at 01:00 P.M, inter-alia approved the following agenda:

1. To approve the Notice of 16th Annual General Meeting which will be held on Thursday, 26th day of September, 2019 at **Hotel LA**, Plot No. A-1 & A-2, Community Centre, Road No. 42(Bhagwan Mahavir Hospital Road), West Enclave, Pitampura, New Delhi-110034 at 11:30 A.M.
2. To revise the remuneration of Mr. Sanjay Bansal, Managing Director subject to the approval of shareholders in the Annual General Meeting.
3. To revise the remuneration of Mrs. Priti Bansal, Director subject to the approval of shareholders in the Annual General Meeting.
4. To appoint Parul G & Associates as a Scrutinizer for the Annual General Meeting.
5. To close the Register of Members and Share Transfer books from 16/09/2019 to 27/09/2019 for the purpose of Annual General Meeting.
6. To approve the Board's Report for the Financial Year ended 31st March, 2019.

For AVSL INDUSTRIES LIMITED

Ravika

Company Secretary

HaloI (Gu) Works:
Plot No. 2006, GIDC Estate, HaloI,
Dist: Panchmahals, Gujarat-389350 (INDIA)
T: +91-2876-298322 | E: AVSLHALOI@GMAIL.COM
Plot No. 717, HaloI-2 & HaloI-Maxwad
Industrial Estate, Gujarat 389350 (INDIA)
T: +91-9974843224 | E: AVSLHALOI@GMAIL.COM

Umbargaon (Gu) Works:
Plot No. 1702, Road No. 16,
GIDC, Umbargaon,
Gujarat - 396171 (INDIA)
T: +91-9084336017
E: AVSLUMBERGAON@GMAIL.COM

Regd. & Corp. Office:
Unit No. 1003, 1003 Floor, NDM - 2,
Wazirpur Distt. Centre,
N.S.P., Pitampura, Delhi - 110034 (INDIA)
T: +91-11-43561234/47561234
E: AGRIEXIM@AVSL.CO.IN
E: AVSL_PVC@AVSL.CO.IN

Bhiwadi (Raj.) Works:
Plot No. E-675, Bhiwadi I to IV Ph.
Ghatol, Samtal, Bhiwadi (Unit-1),
Rajasthan - 301019 (INDIA)
T: +91-9654566950, +91-1493-220000
E: AVSLBHIWADI@GMAIL.COM

Import/Export : All Agro Commodities
* DRY FRUITS * SPICES * PULSES * RICE * WHEAT

Also Manufacturers of : HT/LT Cable Raw Material
PVC & PP Filler + PVC & LD Tape + PVC Compounds + Aluminum Mylar & Polyester Tape



Industries Ltd.

7. To take note of the Secretarial Audit Report presented by Mr. Akshit Gupta, Practicing Company Secretary for the Financial Year ended 31st March, 2019 as per provision 204 of the Companies Act, 2013 and any other applicable provision, if any and rules made thereunder.

8. To alter the object clause III(A) in the Memorandum of Association with subject to the approval of shareholders in the Annual General Meeting:

“8. To carry on in India or elsewhere the business as manufacturer, processor, importer, exporters, agents, brokers, retailers, traders, buyers, sellers, design, develop cut short or grade or otherwise to deal in wood plastic composites such as WPC doors, doors frame, boards and any other similar products.”

9. To consider the re-appointment of Mr. Ashish Garg who are liable to retire by rotation in the forthcoming Annual General Meeting (brief profile attached).

10. As per regulation 23 of the SEBI (LODR) Regulation, 2015 the Board of Directors reviewed and revised the Related Party Transaction Policy.

You are requested to please take note of the same for your records.

Thanking You
FOR AVSL INDUSTRIES LIMITED

For AVSL INDUSTRIES LIMITED

Rishika

Company Secretary

RISHIKA
COMPANY SECRETARY

Regd. & Corp. Office:

Unit No. 1001, 10th Floor, NDM - 2,
Wazirpur Distt. Centre,
N.S.P., Pitampura, Delhi - 110034 (INDIA)
T.: +91-11-45561234/47561234
E.: AGRIXIM@AVSL.CO.IN
E.: AVSL_PVC@AVSL.CO.IN

Bhiwadi (Raj.) Works:

Plot No. E-675, Bhiwadi I to IV Ph.
Ghatal, Samtal, Bhiwadi (Unit-1),
Rajasthan - 301019 (INDIA)
T.: +91-9654566950, +91-1493-220008
E.: AVSLBHIWADI@GMAIL.COM

Halol (Guj.) Works:

Plot No. 2006, GIDC Estate, Halol,
Dist.: Panchmahals, Gujarat-389350 (INDIA)
T.: +91-2676-298222 | E.: AVSLHALOL@GMAIL.COM
Plot No. 717, Halol-2 & Halol-Maswad
Industrial Estate, Gujarat-389350 (INDIA)
T.: +91-9974843224 | E.: AVSLHALOL@GMAIL.COM

Umbergaon (Guj.) Works:

Plot No. 1702, Road No. 16,
GIDC, Umbergaon,
Gujarat - 396171 (INDIA)
T.: +91-9081436017
E.: AVSLUMBERGAON@GMAIL.COM

Import/Export : All Agro Commodities
♦ DRY FRUITS ♦ SPICES ♦ PULSES ♦ RICE ♦ WHEAT

Also Manufacturers of : HT/LT Cable Raw Material
PVC & PP Filler ♦ PVC & LD Tape ♦ PVC Compounds ♦ Aluminum Mylar & Polyester Tape

ANNEXURE- A

Pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, the brief profile of Directors eligible for re-appointment are as follows:

Name of Director	Mr. Ashish Garg
Date of Birth	30/07/1986
Relationship with Directors	No relationship
Expertise in Specific Functional area	International Marketing
Qualification	Graduated from Delhi University and Completed C1 level in German Language
Board Membership of Companies as on 31 March, 2019	Nil
Chairman/Member of the Committee of the Board of Directors as on March 31, 2019	Member in Stakeholder Relationship Committee & Member in Nomination and Remuneration Committee
Number of shares held in the company as on March 31, 2019	Nil

For AVSL INDUSTRIES LIMITED

Riswks
Company Secretary

Regd. & Corp. Office:

Unit No. 1001, 10th Floor, NDM - 2,
Wazirpur Distt. Centre,
N.S.P., Pitampura, Delhi - 110034 (INDIA)
T.: +91-11-45561234/47561234
E.: AGRIEXIM@AVSL.CO.IN
E.: AVSL_PVC@AVSL.CO.IN

Bhiwadi (Raj.) Works:

Plot No. E-675, Bhiwadi I to IV Ph.
Ghatal, Samtal, Bhiwadi (Unit-1),
Rajasthan - 301019 (INDIA)
T.: +91-9654566950, +91-1493-220008
E.: AVSLBHIWADI@GMAIL.COM

Halol (Guj.) Works:

Plot No. 2006, GIDC Estate, Halol,
Dist.: Panchmahals, Gujarat-389350 (INDIA)
T.: +91-2676-298222 | E.: AVSLHALOL@GMAIL.COM
Plot No. 717, Halol-2 & Halol-Maswad
Industrial Estate, Gujarat-389350 (INDIA)
T.: +91-9974843224 | E.: AVSLHALOL@GMAIL.COM

Umbergaon (Guj.) Works:

Plot No. 1702, Road No. 16,
GIDC, Umbergaon,
Gujarat - 396171 (INDIA)
T.: +91-9081436017
E.: AVSLUMBERGAON@GMAIL.COM

Import/Export : All Agro Commodities
♦ DRY FRUITS ♦ SPICES ♦ PULSES ♦ RICE ♦ WHEAT

Also Manufacturers of : HT/LT Cable Raw Material
PVC & PP Filler ♦ PVC & LD Tape ♦ PVC Compounds ♦ Aluminum Mylar & Polyester Tape



AVSL Industries Ltd.

POLICY ON RELATED PARTY TRANSACTIONS

Adopted on: 28th October, 2016

**Updated on: 02nd September,
2019**

Regd off: Unit No. 1001, 10th Floor, NDM-2, Wazirpur District Centre,
Netaji Subhash Place, Pitampura Delhi- 110034
CIN: L18101DL2003PLC121698

POLICY ON RELATED PARTY TRANSACTIONS

PURSUANT TO REGULATION 23 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURES REQUIREMENTS) REGULATIONS, 2015 AND AS AMENDED FROM TIME TO TIME

SCOPE AND PURPOSE OF THE POLICY

Related party transactions can present a potential or actual conflict of interest which may be against the best interest of the company and its shareholders. Considering the requirements for approval of related party transactions as prescribed under the Companies Act, 2013 (“Act”) read with the Rules framed there under and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Regulation 23”) and as amended from time to time, AVSL Industries Limited (Company) has formulated guidelines for identification of related parties and the proper conduct and documentation of all related party transactions.

Also, Regulation 23(1) of the SEBI Listing Regulations requires the company to formulate a policy on materiality of related party transactions and dealing with related party transactions.

In the light of the above, the Company has framed this Policy on Related Party Transactions (“Policy”). This Policy has been adopted by the Board of Directors of the Company based on recommendations of the Audit Committee. Going forward, the Audit Committee will review and amend the Policy, as and when required, subject to adoption by the Board.

ABOUT THE COMPANY

AVSL Industries Limited established in the year 2003 and engaged in the business of Manufacturing of PVC Pipes, HDPE/LDPE tapes etc. and trading of Agro based commodities. The Company has manufacturing operations in several states i.e Gujarat and Rajasthan.

OBJECTIVE OF THE POLICY

This Policy is intended to ensure due and timely identification, approval, disclosure and reporting of transactions between the Company and any of its Related Parties in compliance with the applicable laws and regulations as may be amended from time to time. The provisions of this Policy are designed to govern the approval process and disclosure requirements to ensure transparency in the conduct of Related Party Transactions in the best interest.

DEFINITIONS

4.1 “Act” means the Companies Act, 2013

4.2 “SEBI Listing Regulations” means SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

4.3 “Regulation 23” means the Regulation no. 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as amended from time to time

4.4 “Arm’s Length Transaction” means a transaction between two related parties that is conducted as if they were unrelated, so that there is no conflict of interest

4.5 “Ordinary course of business” means the usual transactions, customs and practices undertaken by the Company to conduct its business operations and activities and includes all such activities which the company can undertake as per Memorandum & Articles of Association. The Board and Audit Committee may lay down the principles for determining ordinary course of business in accordance with the statutory requirements and other industry practices and guidelines.

4.6 “Company” means AVSL Industries Limited

4.7 “Relative” with reference to a Director or KMP means persons as defined in Section 2(77) of the Act and rules prescribed thereunder

4.8 “Related Party” have the meaning as defined in Section 2(76) of Companies Act, 2013 and Regulation 2(1)(zb) of the Securities and Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015, as amended.

4.9 "Related Party Transaction" have the meaning as defined under Regulation 2(1)(zc) of the Securities and Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015, as amended, transfer of resources, services or obligations between a listed entity and a related party, regardless of whether price is charged and a transaction with a related party shall be construed to include a single transaction or a group of transactions in a contract, including but not limited to the following –

- a. sale, purchase or supply of any goods or materials;
- b. selling or otherwise disposing of, or buying, property of any kind;
- c. leasing of property of any kind;

- d. availing or rendering of any services;
- e. appointment of any agent for purchase or sale of goods, materials, services or property;
- f. appointment to any office or place of profit in the company
- g. underwriting the subscription of any securities or derivatives thereof, of the company

4.10 “Material Related Party Transaction” means a transaction with a Related Party if the transaction / transactions to be entered into individually or taken together with previous transactions during a financial year, exceeds 10% (ten percent) of the annual consolidated turnover of the Company as per the last audited financial statements of the Company.

Transaction” with a related party shall be construed to include a single transaction or a group of transactions.

4.11 “Key Managerial Personnel” or “KMP” shall have the meaning as defined in the Companies Act 2013 and as amended from time to time.

**Any other term not defined herein shall have the same meaning as defined in the Companies Act, 2013, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 or any other applicable law or regulation and as amended from time to time.*

MATERIALITY THRESHOLDS

Regulation 23 of the SEBI Listing Regulations requires a company to provide materiality thresholds for transactions beyond which approval of the shareholders through resolution will be required. None of the related parties of a company shall vote to approve on such resolution irrespective of whether the entity is a related party to the particular transaction or not (RP’s can cast only negative vote to reject the shareholders resolution on material RPT).

Provided that approval from shareholders will not be required for Material Related Party Transaction in respect of a resolution plan approved under section 31 of the Insolvency and Bankruptcy Code (IBC) 2016, subject to the event being disclosed to recognized stock exchange within one day of the resolution plan being approved.

AVSL Industries Limited has fixed the following materiality threshold for the purpose of Regulation 23(1), 23(1A) and 23(4) of the SEBI Listing Regulations:

- Payment to a Related Party with respect to brand usage or royalty – 2% of the annual consolidated turnover of the Company as per last its audited financial statements.

- Other transactions with a Related Party - 10% of the annual consolidated turnover of the Company as per its last audited financial statements

MANNER OF DEALING WITH RELATED PARTY TRANSACTION

6.1 Identification of Related Parties

The Company has formulated guidelines for identification and updating the list of related parties as prescribed under Section 2(76) of the Act read with the Rules framed there under and Regulation 2(1)(zb) of the SEBI Listing Regulations.

6.2 Identification of Related Party Transactions

The Company has formulated guidelines for identification of related party transactions in accordance with Section 188 read with Section 177 of the Act and Regulation 2(1)(zc) of the SEBI Listing Regulations. The Company has also formulated guidelines for determining whether the transaction is in the ordinary course of business and at arm's length basis.

PROCEDURE FOR APPROVAL OF RELATED PARTY TRANSACTION

6.3.1 Approval of the Audit Committee

A. All related party transactions require prior approval of the Audit Committee. However, the Company may obtain omnibus approval from the Audit Committee for such transactions, subject to compliances with the following conditions:

a. The Audit Committee shall, after obtaining approval of the Board of Directors, specify the criteria for granting the omnibus approval in line with the Policy and such approval which shall include the following namely:

i Maximum value of the transaction, in aggregate, which can be allowed under the omnibus route in a year;

ii The maximum value per transaction which can be allowed;

iii extent and manner of disclosures to be made to the audit committee at the time of seeking omnibus approval

iv review, at such intervals as the Audit Committee may deem fit, related party transaction entered into by the company pursuant to each omnibus approval made;

v transactions which cannot be subject to the omnibus approval by the Audit Committee

b. The Audit Committee shall review, at least on a quarterly basis, the aggregated value and other details of related party transactions transacted into by the company pursuant to the omnibus approval given;

c. Such omnibus approval shall be valid for a period not exceeding one financial year and shall require fresh approval after expiry of such financial year.

d. Any other conditions as the Audit Committee may deem fit

e. The Audit Committee shall review, at least on a quarterly basis, the details of related party transactions entered by the company pursuant to each omnibus approval given. Transaction of following nature will not be subject to the omnibus approval of the Audit Committee:

1. Transactions which are not at arm's length or not in the ordinary course of business

2. Transactions which are not repetitive in nature

3. Transactions in respect of selling or disposing of the undertaking of the company

4. Financial Transactions eg. Loan to related parties, Inter Corporate Deposits, subscriptions to bond, debenture or preference shares issued by the related parties, corporate guarantee given/received from related parties

5. Any other transaction the Audit Committee may deem not fit for omnibus approval

APPROVAL OF THE SHAREHOLDERS OF THE COMPANY

All the transactions with related parties exceeding the materiality thresholds, laid down in the Policy, are placed before the shareholders for approval.

For this purpose, none of the related parties of the Company shall vote to approve on such shareholders' resolution irrespective of whether the entity is a related party to the particular transaction or not. (RP's can cast only negative vote to reject the shareholders resolution on material RPT).

In addition to the above, all kinds of transactions specified under Section 188 of the Act which (a) are not at Arm's Length or not in the ordinary course of business; and (b) exceed the thresholds laid down in Companies (Meetings of Board and its Powers) Rules, 2014 are placed before the shareholders for its approval.

However, the requirement of shareholders' approval for Material Related Party Transactions shall not be applicable for the following cases:

- transactions in respect of a resolution plan approved under section 31 of the Insolvency and Bankruptcy Code (IBC) 2016, subject to the event being disclosed to recognized stock exchange within one day of the resolution plan being approved.
- transactions entered into between the company and its wholly owned subsidiary whose accounts are consolidated with the company and placed before the shareholders at the general meeting for approval

DISCLOSURES

The Company shall disclose, in the Board's report, transactions prescribed in Section 188(1) of the Act with related parties, which are not in ordinary course of business or not at arm's length basis.

The Company shall submit within 30 days from the date of publication of its standalone and consolidated financial results for the half year, disclosures of related party transactions, in the format specified in the relevant accounting standards for annual results to the stock exchanges and publish the same on its website.

REVIEW OF THE POLICY

The adequacy of this Policy shall be reviewed and reassessed by the Committee periodically and appropriate recommendations shall be made to the Board to update the Charter based on the changes that may be brought about due to any regulatory amendments or otherwise.