

BHARTIYA INTERNATIONAL LIMITED

POLICY ON RELATED PARTY TRANSACTIONS

1. The Company shall enter into contracts or arrangement with a related party on an arm's length basis. Such transactions shall be placed before the Audit Committee for their approval. On a quarterly basis the Audit Committee shall review transactions with related parties for omnibus approval given.
2. In the event such contract or arrangement is not in the ordinary course of business or at arm's length, the Company shall comply with the provisions of the Companies Act 2013 and rules framed there under and obtain approval of the Board or its shareholders, as applicable, for such contract or arrangement. 'Arm's length transaction' has been defined to mean a transaction between the related parties that is conducted as if they were unrelated so that there is no conflict of interest.
3. All transactions involving transfer of resources, services or obligations between a company and a related party, regardless of whether a price is charged are considered related party transactions as per SEBI. All material related party transactions will be placed for the approval of the shareholders of the Company. A transaction with the related party shall be considered material if the transaction/ transactions to be entered into, either individually or taken together with previous transactions with such related party during financial year, exceeds ten percent of consolidated turnover as per last audited financial statements of the company. Transactions with wholly owned subsidiaries are exempt for approval of shareholders
4. Company shall not give any loan/advance/guarantee directly or indirectly to any director, his relatives and anybody corporate in which he or his relatives are interested. Company shall not directly or indirectly give loan or give any guarantee or security in connection with loan to any person or body corporate exceeding prescribed limits. However, such restrictions would not apply to transactions with wholly owned subs diaries.
5. Contracts or arrangements approved not in the ordinary course of bus ness or at arm's length shall be disclosed in the Board's report along with justification for enter into such contract or arrangement. Company shall maintain a register of such contracts and also disclose transactions with related parties in its annual report and material related parry transactions in corporate governance report.