

BHAGERIA INDUSTRIES LIMITED

CIN: L40300MH1989PLC052574

Registered office: Office No. 1002, 10th Floor, Topiwala Centre, Off S.V. Road, Goregaon (West), MUMBAI 400062

Email ID: info@bhageriagroup.com

Tel: 022-40436666

Dear Shareholders,

Subject: Amendment to Regulation 40 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to mandatory dematerialization for transfer of securities. Refer BSE circular No. LIST/COMP/15/2018-19 dated July 05, 2018.

This is to aware the shareholders of our company who are holding shares of the Company in physical mode about the recent amendment in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 made by SEBI vide it's notification in official gazette on June 08, 2018.

By introducing the SEBI (Listing Obligations and Disclosure Requirements) (Fourth Amendment) Regulations, 2018, SEBI has amended the regulation 40(1) of the SEBI Listing Regulations, 2015 whereby except in case of transmission or transposition of securities, requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository which will come into effect from 180 day from the date of notification.

Thus, from December 05, 2018, the shareholders will not be able to transfer their shares in physical mode. They will be required to dematerialize it first before transferring to anybody.

We hereby draw your attention towards this amendment and advise you to dematerialize your physical shares. The holding of securities in dematerialized form will give the following benefits:

- Immediate transfer of shares
- No stamp duty applicable
- Credit of dividend directly to the bank account through ECS
- Direct credit of corporate action like bonus/ split/ right etc.
- No additional holding/ transaction cost to Shareholders pursuant to SEBI directions of January 28, 2005.
- Avoidance of loss through loss in transit, theft, mutilation, forging of share certificates.
- Widely accepted for pledging against borrowings with lower interest rates.
- Details of investors are obtained from the Beneficiary Position (Benpos) and hence cannot be manipulated by companies while giving corporate benefits etc.
- Investor may view the details of total shareholding in the Demat account through EASI/EASIEST online services provided by Depositories (CDSL/NSDL)

Before opting for dematerialization, you are also requested to keep your KYC Details updated as mentioned in attached KYC letter to avoid chances of rejection of dematerialization request by the Company/ RTA.

You may contact your Depository Participants to dematerialize your shareholding. You may also keep in touch with the Company or Sharex Dynamic (India) Private Limited, RTA of the Company for any assistance in the matter.

Thanking you,

Yours faithfully

Sd/-

Compliance Officer/Company Secretary