



Telephone: +91 22 6661 7272 | Email: info.india@blackbox.com

BBOX/SD/SE/2024/40

June 27, 2024

To,

Corporate Relationship Department Bombay Stock Exchange Limited P.J. Tower, Dalal Street, Fort, Mumbai 400001	Corporate Relationship Department The National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai 400051
--	--

Sub: Approval received from the National Company Law Tribunal, Mumbai Bench ("Hon'ble NCLT") in the matter of Scheme of Reduction of Share Capital under Section 66 read with Section 52 and other applicable provisions of the Companies Act, 2013.

Ref: Regulation 37 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

Ref.: Scrip Code: BSE: 500463/ NSE: BBOX

Dear Sir/Madam,

Pursuant to the provisions of Regulation 37 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("SEBI Listing Regulations"), we wish to inform you that the Hon'ble National Company Law Tribunal, Mumbai Bench, vide its order dated June 21, 2024 ("Order"), has approved the Scheme of Reduction of Share Capital under Section 66 read with Section 52 and other applicable provisions of the Companies Act, 2013 ("the Scheme").

Further, the Company received on June 25, 2024, a certified true copy of the order dated June 21, 2024 ("Order"), passed by the Hon'ble NCLT approving the Scheme, along with a certified true copy of the Scheme. Copies of the said Order and Scheme are enclosed herewith.

This is for your information, record and necessary dissemination to all the stakeholders.

Thanking You,

Yours Faithfully,
For **Black Box Limited**

Aditya Goswami
Company Secretary & Compliance Officer

Encl: A/a

BLACK BOX LIMITED

Registered Office: 501, 5th Floor, Building No. 9, Airoli Knowledge Park, MIDC Industrial Area, Airoli, Navi Mumbai 400 708, India

BLACKBOX.COM | CIN: L32200MH1986PLC040652 | Tel: +91 22 6661 7272



**IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV**

C.P. 283/MB/2023

*In the matter of
Under Section 66 read with Section 52
and other applicable provisions of the
Companies Act, 2013 and the Rules
framed thereunder;*

AND

*In the matter of
Reduction of Share Capital of*

Black Box Limited

*(formerly known as AGC Networks
Limited)*

("The Petitioner Company")

Black Box Limited

[CIN: L32200MH1986PLC040652]

..... Petitioner Company

Order Pronounced on : **21.06.2024**

Coram:

Smt. Anu Jagmohan Singh
Hon'ble Member (Technical)

Shri Kishore Vemulapalli
Hon'ble Member (Judicial)

Appearances (via videoconferencing):

For the Petitioner Company:

Adv. Ahmed M Chunawala i/b M/s.
Rajesh Shah & Co., present through
physical mode.

For the Regional Director:

Mr. Tushar Wagh, Deputy Director,
present though virtual mode.



ORDER

1. Heard Ld. Counsel for the Petitioner Company. No objector has come before the Tribunal to oppose the Petition and nor has any party raised objection in the captioned Petition.
2. Ld. Counsel for the Petitioner Company submits that **Article 70 of the Articles of Association** of the Petitioner Company empowers the Petitioner Company to reduce its share capital by passing a Special Resolution in any way authorized by law.
3. Ld. Counsel for the Petitioner Company submits that for the reasons set out in its Petition, the Board of Directors of the Company, at their meeting held on **11th November 2022**, approved the reduction of reduction of share capital under Article 70 of the Articles of Association pursuant to which the Petitioner Company shall reduce the balance in the Securities Premium Account of the Company from Rs. 2,23,11,02,362 (Rupees Two Hundred and Twenty-Three Crores Eleven Lakh Two Thousand Three Hundred and Sixty-Two Only) to Rs. 1,37,80,07,034 (One Hundred and Thirty-Seven Crores Eighty Lakh Seven Thousand and Thirty-Four Only) and Capital Reserve account of the Company from Rs. 22,63,86,525 (Rupees Twenty-Two Crores Sixty-Three Lakh Eighty-Six Thousand Five Hundred and Twenty-Five Only) to NIL and such reduction would be effected by writing off the debit balance in Profit and Loss account (i.e. Accumulated Losses) of Rs. 1,07,94,81,853 (Rupees One Hundred and Seven Crores Ninety-Four Lakh Eighty-One Thousand Eight Hundred and Fifty-Three Only)



IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023

based on the audited standalone Financial Statements of the Company for the year ended March 31, 2022.

4. Ld. Counsel for the Petitioner Company further submits that the Shareholders of the Petitioner having passed a **Special Resolution on 25th July, 2023** have approved the said reduction of capital of the Petitioner Company. The report of the Regional Director was filed on **19th February, 2024**. The observation by the Regional Director are laid down in his report, which are mentioned below:

Para	Observation by the Regional Director	Petitioner Company/ Rejoinder
6 (1)	In Para 6 of the Report, reference is made to the Report of the ROC, Mumbai. The ROC in the Report dated 12.01.2024 has clearly stated that there is no inspection, investigation inquiry, complaints, prosecution pending against the Petitioner Company. Further the ROC, Mumbai has made his observation in Para 23 of his report and stated that, <i>Company has declared two secured creditors i.e. IDBI</i>	The Petitioner Company submits that as mentioned in the rejoinder filed with the Hon'ble NCLT, Mumbai Bench, the charge created by the Company which is reflecting on MCA 21 portal is created in favour of YES Bank was towards working capital limits of INR 250 crores sanctioned by consortium of YES Bank (Lead of the consortium), IDBI Bank and Bank of India. Further, it may be noted that the charge was created basis working capital agreements executed at the



IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023

	<p><i>and BOI as at 17- 09- 2023 whereas from the MCA 21 it is seen that the Company have one open charge with YES Bank and this bank name is not reflected in the list of creditors declared by the company. Similarly, it is understanding that no charges are created on the name of IDBI and BOI the Hon'ble Tribunal may kindly seek clarification from the petitioner on the same before the passing the order on merits.</i></p>	<p>time of sanction of the facility. The company has repaid the facility availed from Yes Bank subsequently and as on date borrowings from IDBI & BOI are availed. The Company has also furnished a no dues certificate issued by YES Bank on repayment of the debt by the Company.</p>
6(2)	<p>Further in Para 6(2) of the Report, the Petitioner Company is required to submit an undertaking with regard to the payment of any statutory dues payable by the Company stating that the dues will be paid as and when the demand is made.</p>	<p>In so far as observation of the Hon'ble Regional Director, as stated in Para 6(2) of his Report is concerned, the Petitioner Company submits that all the statutory dues are paid up to date.</p>
7(A)	<p>In Para 7(A) of the Report,</p>	<p>In so far as observation of the</p>

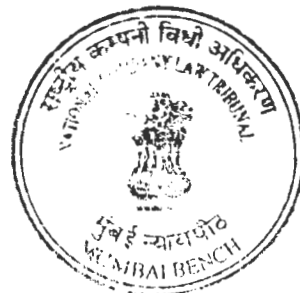


IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023



	<p>the provisions of Section 52 of the Companies Act have been reproduced and the following observation is made by referring to the said section:</p> <p><i>“Reduction of capital is allowed from Securities Premium u/s 52(1) of the Companies Act, 2013, if company fulfils the conditions u/s 66 of the Companies Act, 2013”</i></p>	<p>Hon’ble Regional Director, as stated in Para 7(A) of his Report is concerned, the Petitioner Company submits that they have fully complied with the provisions of Section 52 of the Companies Act and the Petitioner Company further submits that they had as required by the Section passed a Special Resolution in the Extra Ordinary General Meeting held on 25th July, 2023 (kindly refer to Exhibit H, I and J of the Petition). If the Law requires the Petitioner Company to pass any further or other Resolution, the Petitioner Company will undertake the requisite steps to comply with such requirement of the Law.</p>
7(B)	<p>Further in Para 7B of the Report, the Petitioner Company is required to submit an Affidavit to the effect that the interest of the creditors and all stakeholders and</p>	<p>In so far as observation of the Hon’ble Regional Director, as stated in Para 7(B) of his Report is concerned, the Petitioner Company submits that the interest of the Creditors and all the</p>



IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023

	Government Revenue are protected as well as statutory dues are paid off	stakeholders along with the Government Revenues are protected and all statutory dues are paid up to date.
7(C)	In Para 7C of the Report, it has been observed that the tax implication, if any, arising out of the proposal for reduction should be subject to final decision of Income Tax Authorities.	In so far as observation of the Hon'ble Regional Director, as stated in Para 7(C) of his Report is concerned, further to the assurances given in Para 16 of this Affidavit, the Petitioner Company submits that it shall comply with all the applicable provisions of the Income Tax Act. It is further submitted that the Company will be subject to all tax issues (if any) arising out of the Company Petition and all such issues will be dealt with in accordance with the provisions of the Income Tax Act.
7(D)	Finally in Para 7D of the Report, it has been observed that the Petitioner Company is a listed company and is therefore directed to place on record the prior notice	In so far as observation of the Hon'ble Regional Director, as stated in Para 7(D) of his Report is concerned, the Petitioner Company submits that prior notices have already been served to the BSE, NSE



IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023



	issued to BSE, NSE, Commodity Exchange and SEBI and public interest be protected in this matter.	and SEBI as directed by the NCLT through its certified true copy of order received on 13 th December 2023 and a copy of which has been furnished through an affidavit of service of notice filed with the NCLT on 04 January 2024.
--	--	---

5. The Regional Director appeared through its representative Mr. Tushar Wagh and submitted that their observations/objections have been satisfactorily explained by the Petitioner Company. Hence, the Regional Director does not have any objection to the proposed scheme of reduction.
6. Ld. Counsel appearing on behalf of the Petitioner Company submits that the Petitioner Company shall comply with statutory requirements, if any, under the Companies Act, 2013 and the Rules made thereunder, as may be applicable.
7. Since the requisite statutory procedure has been fulfilled, the Company Petition is made absolute in terms of the prayer clause of the Petition.
8. From the material on record, the Scheme of reduction of share capital appears to be fair and reasonable and is not violative of any provisions of law and is not contrary to public interest/ policy.



9. The Petitioner Company to publish notice about registration of order and minutes by the concerned Registrar of Companies in two newspapers namely '**The Free Press Journal**' in English language and translation thereof in '**Navshakti**' in Marathi language both having circulation in the State of Maharashtra within 30 days of registration. The Petitioner Company undertakes to file certified/ authenticated copy of the order and Form of Minutes duly certified by the Deputy/ Assistant Registrar, National Company Law Tribunal, Mumbai Bench with the Registrar of Companies within 30 days of receipt of this Order.
10. Petition for the reduction of share capital is **allowed** subject to the directions given herein above. All concerned Regulatory Authorities to act on production of certified copy of this order to be issued on demand by the Deputy/ Assistant Registrar, National Company Law Tribunal, Mumbai Bench
11. The minutes set forth hereto be and is hereby approved.

FORM OF MINUTES

"The issued, subscribed, and paid up equity share capital of Black Box Limited is Rs. 32,81,28,540 (Thirty-Two Crores Eighty-One Lakhs Twenty-Eight Thousand Five Hundred and Forty) divided into 3,28,12,854 equity shares of Rs. 10/- each.

The Securities Premium Account is henceforth '1,37,80,07,034/-' as reduced from INR 2,23,11,02,362/-, Capital Reserve is henceforth 'NIL' as reduced from INR 22,63,86,525/- and the Profit and Loss Account is



IN THE NATIONAL COMPANY LAW TRIBUNAL
MUMBAI BENCH C-IV

C.P.-283/MB/2023

henceforth 'NIL' as increased entirely from negative INR 1,07,94,81,853/- as on 31st March 2022”.

The share capital of the Company as on the date of the filing this petition is as follows: “The issued, subscribed, and paid-up equity share capital of Black Box Limited is Rs. 33,58,09,220 (Thirty-Three Crores Fifty-Eight Lakhs Nine Thousand Two Hundred and Twenty) divided into 16,79,04,610 equity shares of Rs. 2/- each.”

Sd/-

Anu Jagmohan Singh
Member (Technical)


/Dubey/

Sd/-

Kishore Vemulapalli
Member (Judicial)



Certified True Copy _____
Date of Application: 21/6/2024
Number of Pages: 9
Fee Paid Rs. 45/-
Application for collection of copy on 25/6/2024
Copy prepared on 25/6/2024
Copy issued on 25/6/2024


25/06/2024

Deputy Registrar
National Company Law Tribunal, Mumbai Bench

SCHEME OF REDUCTION OF SHARE CAPITAL

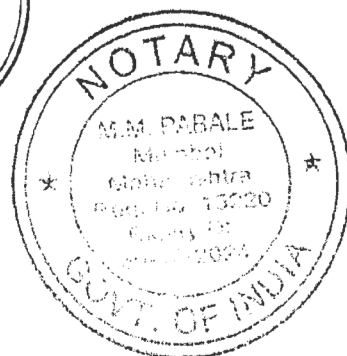
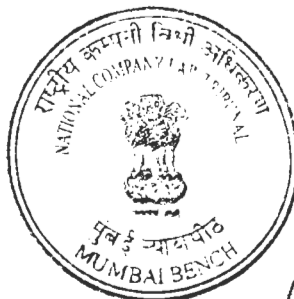
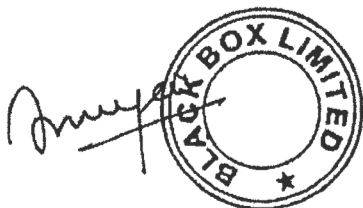
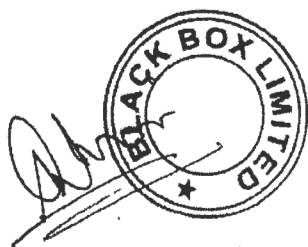
BETWEEN

**BLACK BOX LIMITED
(FORMERLY KNOWN AS AGC NETWORKS LIMITED)**

AND

ITS SHAREHOLDERS

**UNDER SECTION 66 READ WITH SECTION 52 AND OTHER APPLICABLE SECTIONS OF
THE COMPANIES ACT, 2013 AND NATIONAL COMPANY LAW TRIBUNAL
(PROCEDURE FOR REDUCTION OF SHARE CAPITAL OF COMPANY) RULES, 2016**



PREAMBLE OF THE SCHEME:

This Scheme of Reduction of Share Capital is presented by Black Box Limited (formerly known as AGC Networks Limited) ("the Company" or "BBL"), pursuant to the provisions of Section 66 read with Section 52 and other applicable provisions of the Companies Act, 2013 ("the Act") and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 ('Scheme').

PARTS OF THE SCHEME OF REDUCTION OF SHARE CAPITAL:

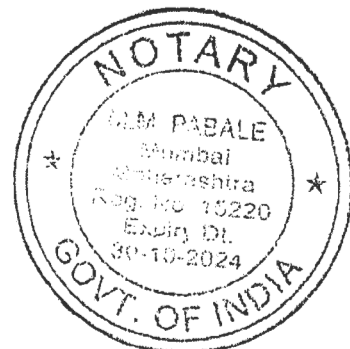
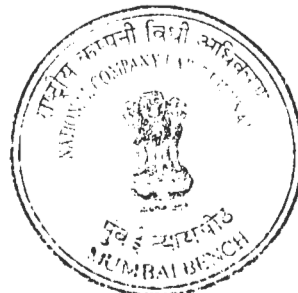
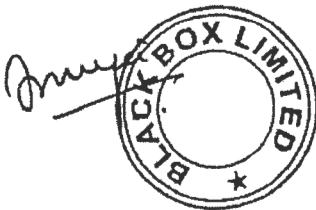
The Scheme is divided into the following paragraphs

- a) **Part 1** which deals with the Definitions and Interpretations;
- b) **Part 2** which deals with details of the Company (including its capital structure);
- c) **Part 3** which deals with reduction of share capital of the Company; and
- d) **Part 4** which deals with the General Clause, other Terms and Conditions

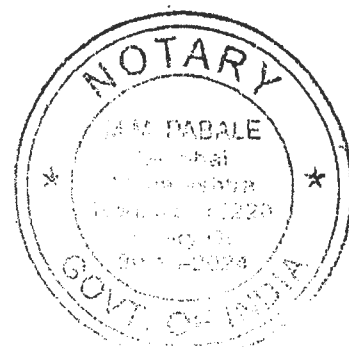
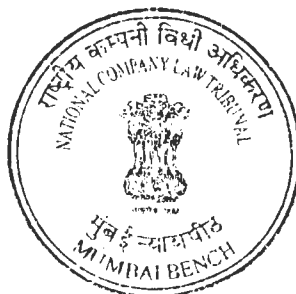
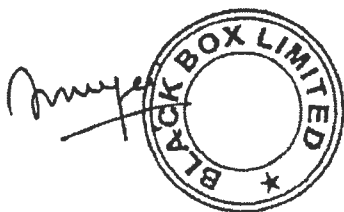
PART 1 – DEFINITIONS AND INTERPRETATIONS**1.1 DEFINITIONS**

In this Scheme, unless repugnant to the meaning or context thereof, the following expressions shall have the meaning as mentioned herein below:

- a. **"Accumulated Losses"** shall mean the losses that have been brought forward from previous years and having such amount as shown in the audited standalone financials of the Company as on March 31, 2022;
- b. **"Act" or "the Act"** means the Companies Act, 2013 and shall include any rules, regulations, orders, statutory modifications, enactments or re-enactments thereof for the time being in force;
- c. **"Applicable laws"** means any relevant statute, notification, by-laws, rules, regulations, guidelines, rule of common law, policy, code, directives, ordinance, schemes, notices, treaties, judgement, decree, approvals, orders or instructions enacted or issued or sanctioned by any Governmental and Registration Authority, having the force of law and as applicable to the Company;
- d. **"BBL" or "the Company"** means Black Box Limited, being a company incorporated on August 7, 1995 under the provisions of the Companies Act, 1956. The Corporate Identification Number (CIN) of the Company is L32200MH1986PLC040652 and its registered office is situated at 501, 5th Floor, Building No.9, Airoli Knowledge Park, MIDC Industrial Area, Airoli, Navi Mumbai, Thane, Maharashtra – 400 708, India;
- e. **"Board" or "Board of Directors"** means Board of Directors of the Company including any duly constituted committee(s) thereof;
- f. **"BSE"** shall means BSE Limited;



- g. **"Capital Reserve Account"** means the capital reserve account maintained by the Company and having such amount as shown in the audited standalone financials of the Company as on March 31, 2022;
- h. **"Effective Date"** for the Scheme shall mean the date on which the certified copy of the order of the NCLT under Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable), is filed with the Registrar of Companies. Any reference in the Scheme to "upon the Scheme becoming effective" or "effectiveness of the Scheme" or "Scheme coming into effect" shall mean the "Effective Date";
- i. **"Equity Shares"** means fully paid-up equity shares of Rs. 2/- each issued by the Company;
- j. **"Listing Agreement"** shall mean an agreement that is entered into between a recognized stock exchange and an entity, on the application of that entity to the recognized stock exchange, undertaking to comply with conditions for listing of designated securities as per the provisions of the Listing Regulations;
- k. **"Listing Regulations"** shall mean the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time;
- l. **"NCLT"** means the Hon'ble National Company Law Tribunal constituted under the Companies Act, 2013, or such other court, tribunal, forum or authority having jurisdiction to sanction the present Scheme and other connected matters as per the law for the time being in force;
- m. **"NSE"** shall mean National Stock Exchange of India Limited;
- n. **"RoC"** means Registrar of Companies, Mumbai;
- o. **"Rules"** means National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016;
- p. **"Scheme" or "this Scheme" or "the Scheme"** means the present Scheme of Reduction of Share Capital between the Company and its Shareholder in its present form or with such alterations(s)/ modification(s) as may be approved, imposed or directed by NCLT;
- q. **"SEBI"** means Securities and Exchange Board of India;
- r. **"SEBI Circular"** means SEBI Master Circular No. SEBI/HO/CFD/DIL1/CIR/P/2021/0000000665 dated November 23, 2021 read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time;
- s. **"Securities Premium Account"** means the securities premium account maintained by the Company in accordance with the provision of Section 52 of the Companies Act, 2013 and having such amount as shown in the audited standalone financials of the Company as on March 31, 2022;
- t. **"Shareholders" or "the Shareholder"** means a person registered (whether registered owner of the shares or the beneficial owner of shares) as holders of the equity share capital in the Register of



members of the Company. The word "Shareholder" and / or "Member", wherever mentioned, are used to denote the same meaning and are used interchangeably;

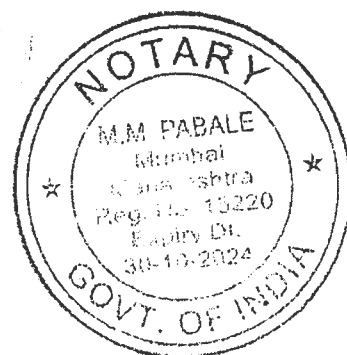
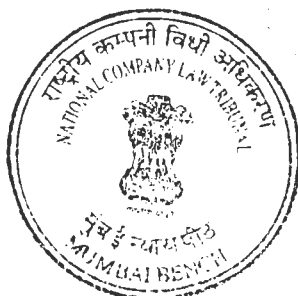
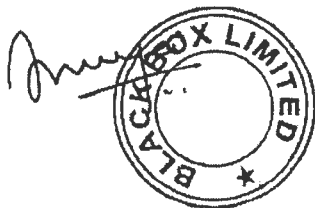
- u. "Stock Exchanges" means the stock exchanges where the equity shares of the Company are listed and admitted to trading, viz, BSE And NSE;

All terms and expressions which are used in this Scheme but not defined herein shall, unless repugnant or contrary to the context or meaning thereof, have the same meaning ascribed to them under the Act, Securities Contract (Regulation) Act, 1956, Securities and Exchange Board of India Act, 1992, Depositories Act, 1996, Listing Regulations, Listing Agreement or other Applicable laws, rules, regulations, bye-laws, as the case may be, including any statutory amendment, modification or re-enactment thereof, from time to time.

1.2 INTERPRETATION

In this Scheme, unless the context otherwise requires:

- a. references to "persons" shall include individuals, bodies corporate (wherever incorporated), government, state or agency of state, un-incorporated entities, joint venture, associations, partnerships and proprietorship;
- b. heading, sub-heading and bold typeface are only for convenience and shall not affect the construction or interpretation of this Scheme;
- c. reference to an article, clause, section, paragraph or schedule is, unless indicated to the contrary, a reference to an article, clause, section, paragraph or schedule of this Scheme;
- d. references to one gender includes all genders;
- e. any phrase introduced by the terms "including", "include", "in particular" or any similar expression shall be construed as illustrative and shall not limit the sense of the words preceding those terms;
- f. words denoting singular shall include the plural and vice versa;
- g. reference to any legislation, statute, regulation, rule, notification or any other provision of law means and includes references to such legal provisions as amended, supplemented or re-enacted from time to time, and any reference to a legal provision shall include any subordinate legislation made from time to time under such a statutory provision.
- h. reference to a document includes an amendment or supplement to, or replacement or novation of, that document;
- i. word(s) or expression(s) elsewhere defined in the Scheme will have the meaning(s) respectively ascribed to them;
- j. unless otherwise defined, the reference to the word "days" shall mean calendar days; and
- k. references to dates and times shall be construed to be references to Indian dates and times.



920

PART 2 – DETAILS OF THE COMPANY

2.1 INCORPORATION OF THE COMPANY

The Company was incorporated as a private limited company under the name and style "Tata Telecom Private Limited on August 19, 1986 with the Registrar of Companies, Mumbai under the Companies Act, 1956. Subsequently, Company was converted into public limited company and consequently, name was changed to "Tata Telecom Limited" pursuant to fresh certificate of incorporation issued by the Registrar of Companies, Mumbai on May 26, 1987. Further, name of the Company was changed to "Avaya GlobalConnect Limited" pursuant to fresh certificate of incorporation issued by the Registrar of Companies, Mumbai on September 16, 2004. Further, name of the Company was changed to "AGC Networks Limited" pursuant to fresh certificate of incorporation issued by the Registrar of Companies, Mumbai on April 27, 2010. Subsequently, name of the Company was changed to "Black Box Limited" pursuant to fresh certificate of incorporation issued by the Registrar of Companies, Mumbai on November 24, 2021.

The current registered office of the Company is situated at 501, 5th Floor, Building No.9, Airoli Knowledge Park, MIDC Industrial Area, Airoli, Navi Mumbai, Thane, Maharashtra – 400 708, India. The Corporate Identification Number (CIN) of the Company is L32200MH1986PLC040652.

The Equity shares of Company is listed on BSE Limited (BSE) and National Stock Exchanges of India Limited (NSE).

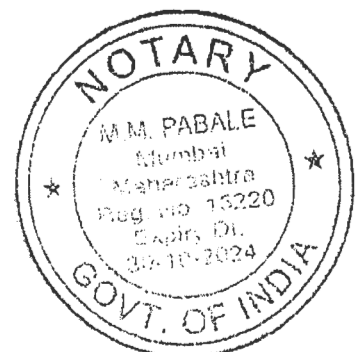
This Scheme of reduction of Share Capital (hereinafter referred to as "the Scheme") is made pursuant to the provisions of Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable) and provides for writing off the Accumulated Losses against the balance in Capital Reserves Account and Securities Premium Account.

2.2 MAIN OBJECTS OF THE COMPANY

To carry on the business of manufacturers, dealers, importers, exporters, assemblers and fabricators, repairers, maintainers, owners and operators of all kinds of telecommunication equipment, including terminal equipment, exchange equipment, transmission lines and equipment of all kinds, used to provide voice, text, data or image communication services, including but not limited to telephone instruments of all kinds, switching exchanges of all kinds such as public switching exchanges, private exchanges, radar and satellite communication equipment, teleprinters, digital telemetering telecontrol systems, video terminals, computers, other sub-systems components and parts thereof including basic components such as valves, transistors, condensers, coils, magnetic materials, microwave components capacitors, integrated circuits, diodes, registers, electronic control instruments, plastic PVC and resin components, electrical wires, cables, lugs, switches and electrical and wireless sets, magnetic materials and microwave components; and to own, hire or take on lease, hire out or provide on lease communication and information services and any equipment required for such services whether for providing voice, text, data, or image services, including carriers for such purposes including cables and networks whether optical or electrical, microwave or satellite linkages or any other medium that may be used for such purposes; to provide consultancy services in relation to these activities mentioned therein.

2.3 Capital Structure of the company

Murphy



921

The Capital Structure of the Company as per the audited standalone financial statements as on March 31, 2022 is as under:

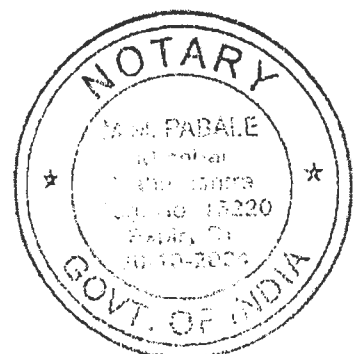
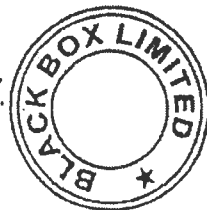
(Amount in Rs.)	
Particulars	March 31, 2022
<u>Authorised Share Capital:</u>	
4,50,00,000 equity shares of Rs. 10/- each	45,00,00,000
50,00,000 cumulative / non-cumulative redeemable preference shares of Rs. 100/- each	50,00,00,000
50,00,000 Convertible preference shares of Rs. 100/- each	50,00,00,000
Total	145,00,00,000
<u>Issued, Subscribed and fully paid-up share capital:</u>	
3,28,12,854 equity shares of Rs. 10/- each, fully paid up	32,81,28,540
Total	32,81,28,540

Subsequently, the Company on April 20, 2022 has sub-divided its equity shares having face value of Rs. 10/- (Rupees Ten only) each, fully paid-up into 5 (Five) equity shares having face value of Rs. 2/- (Rupees Two only) each, fully paid-up. Further, on May 19, 2022 the Company has issued 36,73,415 equity shares having face value of Rs. 2/- (Rupees Two only) each, fully paid-up on account of conversion of warrants. Further, on August 12, 2022 Company has issued 1,66,925 equity shares having face value of Rs. 2/- (Rupees Two only) each, fully paid up pursuant to exercise of Employee stock options granted under Employee Stock Options Scheme, 2015 of the Company.

The Authorised, Issued, Subscribed and paid-up share capital of the Company as on September 30, 2022 is as under:

(Amount in Rs.)	
Particulars	September 30, 2022
<u>Authorised Share Capital:</u>	
22,50,00,000 equity shares of Rs. 2/- each	45,00,00,000
50,00,000 cumulative / non-cumulative redeemable preference shares of Rs.100/- each	50,00,00,000
50,00,000 Convertible preference shares of Rs 100/- each	50,00,00,000
Total	145,00,00,000
<u>Issued, Subscribed and fully paid-up share capital:</u>	
16,79,04,610 equity shares of Rs. 2/- each, fully paid up	33,58,09,220
Total	33,58,09,220

Ameyi




922

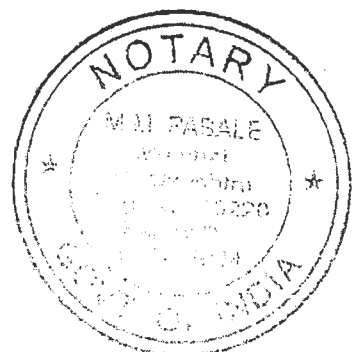
Subsequently, there has been no change in the Authorised, Issued, Subscribed and paid-up share capital of the Company till the date of the approval of the proposed Scheme by the Board of Directors. The Capital structure provided here is subject to change pursuant to allotment of shares under employees stock option scheme.

The Company does not have any partly paid-up Equity Shares. Further, the Company has its Equity Shares listed on both, NSE and BSE.

2.4 COMPLIANCE WITH TAX LAWS

The Scheme has been drawn up to comply with the provisions of the Income-tax Act, 1961 to the extent applicable. If any terms or the provisions of the Scheme are found or interpreted to be inconsistent with the provisions of the Act at a later date including resulting from a retrospective amendment of law or for any other reason whatsoever, till the time the Scheme becomes effective, the provisions of the Income-tax Act, 1961 shall prevail and the Scheme shall stand modified to that extent determined necessary to comply with the provisions of the Income-tax Act, 1961.

Ameyee


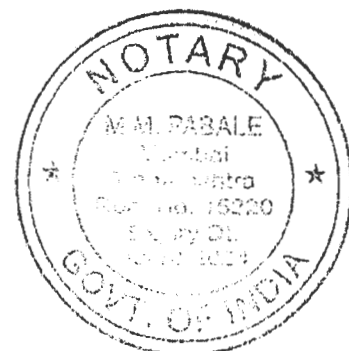
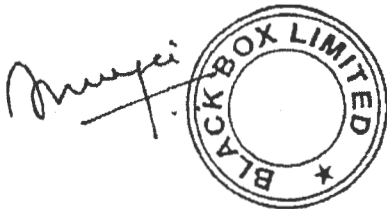


923

PART 3 – REDUCTION OF SHARE CAPITAL OF THE COMPANY

3.1 RATIONALE AND PURPOSE OF THE REDUCTION

- a. The Company's financial statement currently reflects Accumulated Losses (debit balance of Profit & Loss Account) to the tune of Rs.1,07,94,81,853 (Rupees One Hundred and Seven Crore Ninety Four Lakh Eighty One Thousand Eight Hundred and Fifty Three Only) based on audited standalone financial statements for the year ended March 31, 2022. The present issued, subscribed and paid-up share capital of the Company is Rs. 33,58,09,220 (Rupees Thirty Three Crore Fifty Eight Lakh Nine Thousand Two Hundred and Twenty only) comprising of 16,79,04,610 equity shares of Rs. 2/- each. Accumulated Losses have substantially wiped off the value represented by the Share Capital. This has given to the need for readjustment of capital reserve and securities premium in its books of accounts.
- b. In order to re-align the relation between capital and assets; and to accurately and fairly reflect the assets and liabilities of the Company in its books of accounts; and for better presentation of the financial position of the Company, the Board of Directors has decided to write off the Accumulated Losses against Capital Reserve Account and Securities Premium Account in accordance with the provisions of Sections 66 read with Section 52 of the Companies Act, 2013, and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions.
- c. By virtue of article 70 of Articles of Association of the Company, the Company is authorized to reduce its share capital in any manner and in accordance with the provisions of the Act.
- d. In the above context, the Company proposes to write off Accumulated Losses of Rs. 1,07,94,81,853 (Rupees One Hundred and Seven Crores Ninety Four Lakh Eighty One Thousand Eight Hundred and Fifty Three Only) reflecting in the audited standalone financial statements of the Company as on March 31, 2022 with the balance appearing in Capital Reserve Account and Securities Premium Account.
- e. Accordingly, upon coming into effect the Scheme, balance in Capital Reserve Account be reduced from Rs. 22,63,86,525 (Rupees Twenty Two Crores Sixty Three Lakh Eighty Six Thousand Five Hundred and Twenty Five Only) to NIL and balance in Securities Premium Account be reduced from Rs. 2,23,11,02,362 (Rupees Two Hundred and Twenty Three Crores Eleven Lakh Two Thousand Three Hundred and Sixty Two Only) to Rs. 1,37,80,07,034 (One Hundred and Thirty Seven Crores Eighty Lakh Seven Thousand Thirty Four Only).
- f. Under Section 52 of the Companies Act, 2013, the balance in Securities Premium Account can only be utilized for purposes specified therein, and any utilization of Securities Premium Account for other purposes would be construed as reduction in capital and the provisions of Section 66 of the Companies Act, 2013 would accordingly be applicable in respect of such reduction.
- g. The reduction envisaged under this Scheme will not result in any change in the shareholding of the Members of the Company and would not in any way have any adverse effect on the Company's ability to honour its commitments or meet its obligations in the ordinary course of business.
- h. Hence, the Board of Directors believe that in order to present a fair position of the affairs of the Company, the most practically and economically efficient option available to the Company would

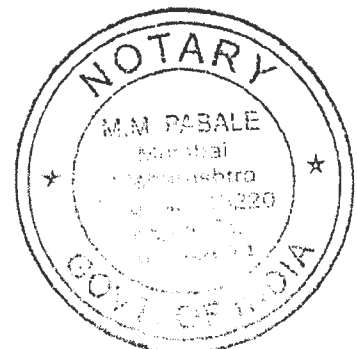
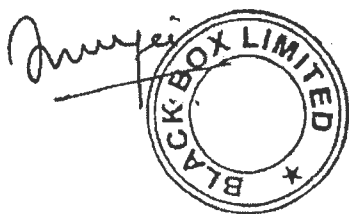


924

be to utilize the balance lying in the Capital Reserve Account and Securities Premium Account to the extent of writing of the Accumulated Losses of the Company, subject to the confirmations/sanctions of the requisite majority of the Shareholders of the Company and the NCLT and such other appropriate authority, as may be applicable.

3.2 OBJECTS/ BENEFITS ARISING OUT OF THE SCHEME

- a. Under this Scheme, if approved, the books of the Company would better represent its financial position which would help the Company position itself better in the market and undertake business activities efficiently. This would be value accretive to the Shareholders as well, as their holdings would yield better results.
- b. The adjustment/set off of the balance in Capital Reserve Account and Securities Premium Account would not have any impact on the shareholding pattern and the capital structure of the Company.
- c. The proposed restructuring under the Scheme, if approved, would enable the Company to explore opportunities for the benefit of its Shareholders, including the form of dividend payments, in terms of the applicable laws.
- d. The Scheme, if approved, may enable the Company to explore opportunities that it was unable to take advantage of because of it experiencing Accumulated Losses.
- e. The reduction of Capital Reserve Account and Securities Premium Account in the manner proposed would enable the Company to have a rational structure which is commensurate with its business and assets.
- f. The Scheme of reduction, after full implementation, will result in making the Company's balance sheet leaner and downsized.
- g. The proposed Scheme would be for the overall benefit of the Company, its creditors, its Shareholders and all other stakeholders.
- h. The proposed Scheme would enable the Company to utilize the amount lying unutilised in the Capital Reserve Account and Securities Premium Account of the Company in an effective manner for the benefit of the Company.
- i. The reduction of the Paid-up share capital of the Company by way of adjustment/set off of the Accumulated Losses against the amount lying in the Capital Reserve Account and Securities Premium Account of the Company does not involve reduction in the issued, subscribed, paid-up share capital of the Company, any payment of the paid up share capital to the shareholders of the Company nor does it result in extinguishing of any liability or diminution of any liability.
- j. The Scheme, if approved, would provide greater flexibility to the Company in raising funds either from the capital market or from any bank/ financial institutions in the form of equity or debt, depending on the business needs of the Company.
- k. The reduction of Capital Reserve Account and Securities Premium Account does not result in diminution of any liabilities of the Company, in respect of any unpaid capitals nor entails payment



925

to any Shareholder of any paid-up capital. Further, reduction of Capital Reserve Account and Securities Premium Account does not result in any prejudice to the Shareholders, the creditors or any other stakeholders of the Company nor for that matter adversely affect the ordinary operations of the Company or its ability to honor its commitments or pay its debts in the ordinary course of its business.

- i. The consent of the Shareholders of the Company to this Scheme of reduction of Share Capital of the Company shall be taken through a resolution under the provisions of Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable).
- m. The Scheme is merely a reduction in the Share Capital of the Company prepared in terms of Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable) and does not envisage transfer, conveyance or vesting of any of the properties and/ or liabilities of the Company to any person or entity. Consequently, the order of NCLT approving the scheme would not attract any stamp duty in this regard under the applicable provisions of the Indian Stamp Act, 1899 or the Maharashtra Stamp Act, 1958.

3.3 EFFECTS OF THE SCHEME

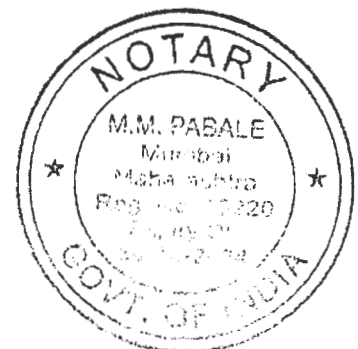
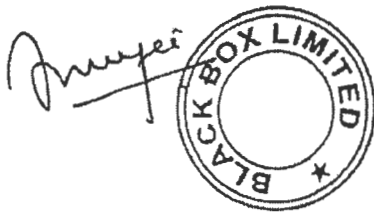
- a. The proposed reduction of Capital Reserve Account and Securities Premium Account against the Accumulated Losses shall be reflected in the books of accounts of the Company, on the Effective Date, in the following manner:

The pre and post reduction of Capital Reserve Account and Securities Premium Account of the Company against its Accumulated Losses:

(Amount in Rs.)

Particulars	Pre reduction (As on March 31, 2022)	Proposed reduction	Post reduction
Capital Reserve Account	22,63,86,525	22,63,86,525	NIL
Securities Premium Account	2,23,11,02,362	85,30,95,328	1,37,80,07,034
Retained Earnings i.e. Accumulated Losses	(1,07,94,81,853)	1,07,94,81,853	NIL

- b. Upon Scheme being effective, the amount standing to the credit of the Capital Reserve Account shall get reduced from Rs. 22,63,86,525 (Rupees Twenty Two Crores Sixty Three Lakh Eighty Six Thousand Five Hundred and Twenty Five Only) to Nil and the amount standing to the credit of the Securities Premium Account shall get reduced from Rs. 2,23,11,02,362 (Rupees Two Hundred and Twenty Three Crores Eleven Lakh Two Thousand Three Hundred and Sixty Two Only) to Rs.



1,37,80,07,034 (One Hundred and Thirty Seven Crores Eighty Lakh Seven Thousand Thirty Four Only).

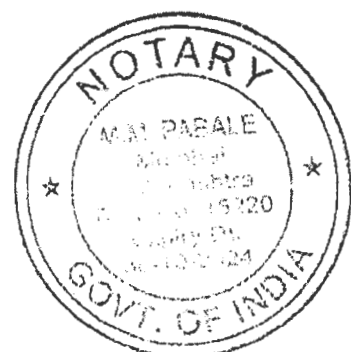
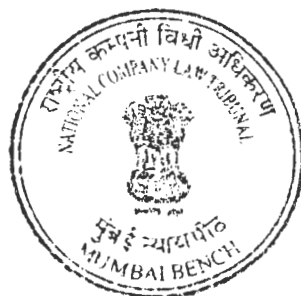
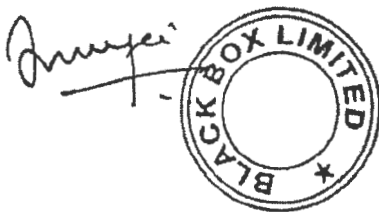
- c. The Scheme is only for reduction of Share Capital of the Company and it does not envisage transfer or vesting of any properties and /or liabilities to or in favor of the Company.
- d. The shareholding pattern of the Company and the number of shares shall remain unchanged as there is no reduction in the Paid-up share capital of the Company contemplated in the Scheme.
- e. The proposed reduction of Paid-up Share Capital of the Company by way of writing off the Accumulated losses against the amount lying in the Capital Reserve Account and Securities Premium Account of the company will be for the benefit of the Company, its creditors, Shareholders and all the concerned stakeholders. Such reduction will not cause any prejudice to the creditors of the Company. The reduction of Capital Reserve Account and Securities Premium Account does not involve either the diminution of any liability in respect of any unpaid capital or the payment to the Shareholder of the paid-up capital. Further, the proposed reduction of capital would not in any way adversely affect the ordinary operations of the Company or the ability of the Company to honor its commitments or pay its debts in the ordinary course of the business.
- f. The Company shall not be required to use the words "AND REDUCED" as part of its corporate name and such use is dispensed with.

PART 4 – GENERAL CLAUSE, OTHER TERMS AND CONDITIONS

4.1 CONDITIONALITY OF THE SCHEME

The Scheme is conditional upon and subject to:

- a. The Scheme being approved by the Shareholders of the Company through special resolution;
- b. The Scheme being approved by the creditors of the Company as prescribed under the Act and/or as may be directed by NCLT and/or any other appropriate authority as may be applicable;
- c. The Company obtaining the observation letter/ no-objection letter from the relevant Stock Exchanges for the implementation of the Scheme;
- d. The Scheme being approved by the NCLT under Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable);
- e. Certified copy of the order of the NCLT sanctioning this Scheme and the form of minutes of reduction being filed with the RoC by the Company; and
- f. The requisite, consent, approval or permission of the Central Government or any other statutory or regulatory authority, if any, which by law may be necessary for the implementation of this Scheme.



927

4.2 COSTS, CHARGES AND EXPENSES

All past, present and future costs, charges, levies, duties and expenses in relation to or in connection with or incidental to the proposed Scheme of reduction of share capital and of carrying out and implementing/complementing thereof shall be borne and paid solely by the Company and all above costs shall be treated as costs relating to the Scheme.

4.3 IMPACT OF THE SCHEME ON EMPLOYEES

The Scheme shall not have any adverse impact on the employees of the Company. All staff, workmen and other employees in the service of the Company immediately before the capital reduction shall stay as staff, workmen and employees of the Company after the capital reduction. Their service shall be continuous and shall not be interrupted by reason of this capital reduction. The terms and conditions of service applicable to the said staff, workmen or employees after such capital reduction shall not in any way be less favourable to them than those applicable to them immediately before the capital reduction.

4.4 IMPACT OF THE SCHEME ON CREDITORS/LENDERS/FINANCIAL INSTITUTIONS

The proposed scheme would not in any way adversely affect the ordinary operations of the Company or the ability of the Company to honour its commitments or pay the debts in ordinary course of business. The above proposal, does not in any manner, alter, vary, or affect the rights of the creditors/ lenders/ financial institutions. They would in fact be generally benefitted as the Scheme would help improving the financial position of the Company.

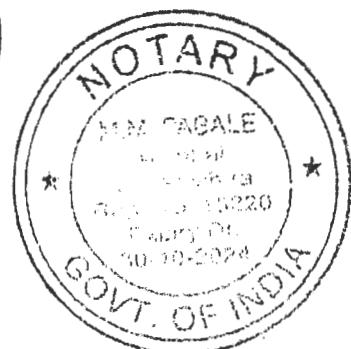
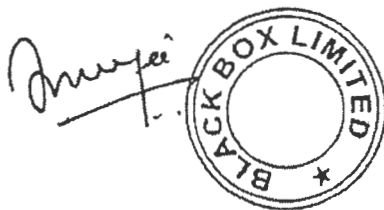
The proposed reduction in capital reserves and securities premium in any manner whatsoever does not, alter, vary, or affect the payment of any types of dues or outstanding amounts including all or any of the statutory dues payable or outstanding.

4.5 CONTRACTS, DEEDS, AGREEMENTS AND OTHER INSTRUMENTS

Subject to other provisions contained in the Scheme, all contracts, Deeds, Agreements and other instruments of whatever nature to which the Company is a party subsisting or having effect immediately before the Effective Date shall remain in full force and effect against or in favour of the Company, as the case may be, and shall be enforced as fully and as effectually as before such reduction.

4.6 CONDUCT OF BUSINESS BY THE COMPANY

The Scheme does not involve any financial outlay / outgo and therefore, would not affect the ability or liquidity of the Company to meet its obligations/ commitments in the normal course of business. Further, this Scheme would also not in any way adversely affect the ordinary operations of the Company during the course or after the approval of reduction of capital.



928

4.7 LEGAL PROCEEDINGS

If any suit, writ petition, appeal, revision or other proceedings of whatever nature by or against the Company are pending, the same shall not abate, be discontinued or be in any way prejudicially affected by the capital reduction, but such proceedings may be continued, prosecuted and enforced by or against the Company in the same manner and to the same extent as it would be or might have been continued, prosecuted and enforced by or against the Company before such capital reduction.

4.8 APPLICATION TO THE HON'BLE NATIONAL COMPANY LAW TRIBUNAL

This involves reduction of share capital as contemplated by Article 70 of the Articles of Association of the Company. The Company shall make all applications / petitions to the NCLT, Mumbai Bench for sanctioning of this Scheme and obtain all approvals as may be required under Section 66 read with Section 52 of the Companies Act, 2013 and National Company Law Tribunal (Procedure for reduction of share capital of Company) Rules, 2016 and other applicable provisions of the Companies Act, 2013 (to the extent applicable) are to be sought as a measure of legal compliance, transparency, prudence and extra caution.

4.9 MODIFICATIONS/AMENDMENTS TO THE SCHEME

The Company, by its Board or such other committee/ person or persons, as the Board may authorize, may make, or affect or assent to any modification or amendment of the Scheme which the Hon'ble National Company Law Tribunal, Mumbai Bench, the SEBI, the Stock Exchanges and/or any other authorities under law may deem fit to direct or impose or which may otherwise be considered necessary or desirable by the Board for settling any question or doubt or difficulty that may arise for implementing and/ or carrying out the Scheme or otherwise howsoever arising out of or under or by virtue of the Scheme and/ or any matter concerned or connected herewith, as may be considered by the Board to be in the best interest of the Company and its Shareholders including the withdrawal of the Scheme, and do all such acts, deeds and things as may be necessary, desirable or expedient for giving effect to the Scheme.

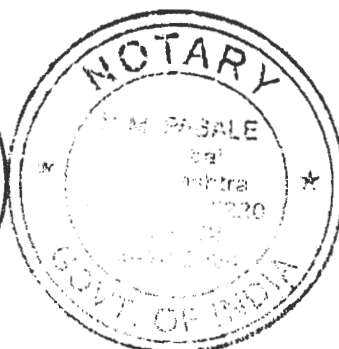
4.10 DATE OF TAKING EFFECT

The Scheme set out herein in its present form or with any modification(s) hereto approved or imposed or directed by the Hon'ble National Company Law Tribunal, Mumbai Bench, shall be effective from the Effective Date.

4.11 EFFECT OF NON-RECEIPT OF APPROVALS/ SANCTIONS

- a. In the event of any aforesaid sanction and approvals not being obtained and/or the resolution not being sanctioned by the Hon'ble National company Law Tribunal, Mumbai Bench and/or the order or orders not being passed as aforesaid, the Scheme shall become null and void and Company shall bear and pay the costs, charges and expenses for/or in connection therewith.
- b. In the event of any condition or amendment or modification that may be imposed by the Hon'ble National Company Law Tribunal, Mumbai Bench or any competent authority, or if the Board of Directors of the Company decides, they shall be at a liberty to withdraw from the Scheme unconditionally.

Murphy



929

4.12 SEVERABILITY

If, in the opinion of the Board, any part of the Scheme is found to be unworkable for any reason whatsoever, the same shall not affect the validity or implementation of other parts or provisions of the Scheme. If any part of this Scheme here of is invalid, ruled illegal by any appropriate authority of competent jurisdiction, or unenforceable under present or future laws, then such part shall be severable from the remainder of the Scheme, and the Scheme shall not be affected there by, unless the deletion of such part shall cause this Scheme to become materially adverse, in which case the Board shall attempt to bring a suitable modification to the Scheme. The Board shall be entitled to revoke, cancel and declare the Scheme to have no effect, if the Board is of the view that the coming into effect of the Scheme would have adverse implications on the Company.

4.13 ACCOUNTING TREATMENT

The Company shall pass appropriate entries as per the applicable accounting policies and accounting standards (specified is section 133 or any other provision of the Act) as regards accounting for the reduction of Capital Reserve Account and Securities Premium Account and writing off the Accumulated Losses.

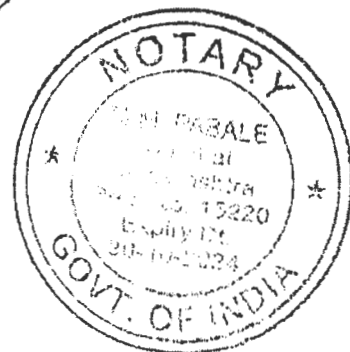
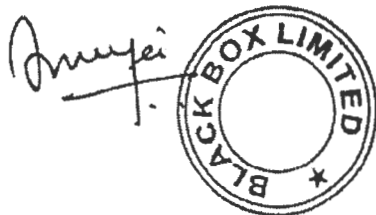
The adjustment / reduction, in the capital reserve and securities premium account of the Company shall be effected as an integral part of the Scheme in accordance with the provisions of Section 52 and Section 66 and other applicable provisions of the Act and the order of the National Company Law Tribunal sanctioning the Scheme shall be deemed to be also the order under Section 66 of the Act for the purpose of confirming the reduction and no further act, deed, or thing as required under the provisions of the Act would be required. The reduction would not involve either a diminution of liability in respect of unpaid share capital or payment of paid-up share capital.

4.14 DESIGNATED STOCK EXCHANGE

The designated stock exchange for interaction with SEBI in terms of SEBI Circular shall be BSE Limited.

4.15 LISTING OF SHARES

Notwithstanding the reduction of capital of the Company in pursuance of the Scheme, the listing benefit of the Company on the Stock Exchanges where the existing Equity shares of the Company are listed shall continue and the Company will comply with the applicable provision of Listing Agreement with the Stock Exchanges.



930

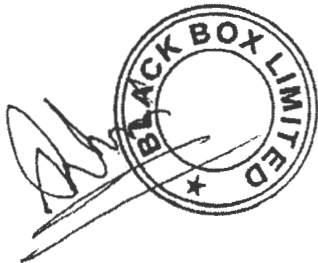
4.16 FORM OF MINUTE UNDER SECTION 66(5) OF THE COMPANIES ACT, 2013

The form of minute proposed to be registered under Section 66(5) of the Companies Act, 2013, is as follows:

“The issued, subscribed, and paid up equity share capital of Black Box Limited is Rs. 33,58,09,220 (Thirty Three Crores Fifty Eight Lakhs Nine Thousand Two Hundred and Twenty) divided into 16,79,04,610 equity shares of Rs. 2/- each. At the date of registration of this minute 16,79,04,610 equity shares of Rs. 2/- each have been issued and are fully paid up.”

**For Black Box Limited
(Formerly known as AGC Networks Limited)**

**Mahua Mukherjee
Executive Director
DIN:08107320**



Certified True Copy _____
Date of Application 21/6/2024
Number of Pages 15
Fee Paid Rs. 75/-
Application called for collection copy on 25/6/2024
Copy prepared on 25/06/2024
Copy issued on 25/6/2024

**Deputy Registrar
National Company Law Tribunal, Mumbai Bench**

