Mālaxmi®

# CHIRAHARIT LIMITED

# POLICY FOR DETERMINING MATERIAL SUBSIDIARY

Mālaxmi®

# POLICY FOR DETERMINING MATERIAL SUBSIDIARY

## 1. PURPOSE AND SCOPE:

The Policy for determining "material" subsidiary companies has been framed in accordance with the provisions of Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

The Policy will be used to determine the Material Subsidiaries of the Company.

All the words and expressions used in this Policy, unless defined hereafter, shall have meaning respectively assigned to them under the Listing Regulations and in the absence of its definition or explanation therein, as per the Companies Act, 2013 and the Rules, Notifications and Circulars made issued thereunder, as amended, from time to time.

## 2. POLICY AND PROCEDURE:

i. The Management will identify the Subsidiary Company (ies) of the Company which fulfils the conditions laid down in Section 2(87) of the Companies Act, 2013 on periodic basis.

ii. The Management will identify amongst the Subsidiary Company (ies), Material Subsidiary (ies), which are, listed or non-listed, and, Indian or non-Indian and will present the details of Material Subsidiary (ies) together with the details of materiality defined therein before the Board and Audit Committee of the Board.

iii. A "Material Subsidiary" shall mean a subsidiary, whose income or net worth exceeds ten percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

iv. A "Material Unlisted Indian Subsidiary" shall mean an unlisted subsidiary, incorporated in India, whose income or net worth (i.e. paid up capital and free reserves) exceeds ten percent of the consolidated income or net worth respectively, of the Company and its subsidiaries in the immediately preceding accounting year.

3. DISCLOSURE:

The Company shall disclose in its Board's Report, details of this Policy as required under the Act and SEBI (LODR) Regulations, 2015. This Policy shall be disclosed on the Company's website and a web link thereto shall be provided in the Board's Report.

4. LIMITATION AND AMENDMENT:

In the event of any conflict between the provisions of this Policy and of the Act or SEBI (LODR) Regulations, 2015 or any other Statutory enactments, Rules, the provisions of such Act or SEBI (LODR) Regulations, 2015 or Statutory enactments, Rules shall prevail over this Policy. Any subsequent amendment / modification in the SEBI (LODR) Regulations, 2015, Act and / or applicable laws in this regard shall automatically apply to this Policy.

*****************