

**POLICY ON DETERMINING MATERIAL SUBSIDIARIES**

AksharChem

**AksharChem (India) Limited**

CIN : L24110GJ1989PLC012441

## **PREAMBLE**

In accordance with the Regulation 16(1)(c) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated this policy for determining material subsidiary of the Company.

## **INTERPRETATION**

Any terms used herein shall have the same meaning as defined in the Companies Act, 2013 or Rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) or Listing obligations amended from time to time.

## **POLICY**

Subsidiary shall be considered as a material subsidiary, if any of the below criteria is satisfied:

1. the investment of the Company in the subsidiary exceeds 20% of its consolidated net worth as per the audited balance sheet of the previous financial year.

or

2. the subsidiary has generated 20% of the consolidated income of the Company as per the audited balance sheet of the previous financial year.

## **REVIEW**

This policy shall be reviewed periodically and may be amended by the Managing Director of the Company, as may be deemed necessary.