

HALDYN GLASS LIMITED  
POLICY FOR DETERMINING MATERIAL SUBSIDIARY  
(Effective from May 24, 2024)

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I. **TITLE:**

This Policy shall be called “Policy for determining material subsidiaries”.

II. **OBJECTIVE:**

The objective of the Policy is to determine material subsidiaries of the Company and to provide a governance framework for such material subsidiaries.

The Policy is framed in accordance with the requirements of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as “Listing Regulations”) [including any amendments thereof].

III. **IMPORTANT DEFINITIONS:**

“**Board of Directors**” or “**Board**” means the Board of Directors of Haldyn Glass Limited, as constituted from time to time.

“**Company**” means Haldyn Glass Limited.

“**Independent Director**” means a director of the Company, not being a whole-time director and who is neither a promoter nor belongs to the promoter group of the Company and who satisfies other criteria for independence under the Companies Act, 2013 (“the Act”) and the Listing Regulations.

“**Policy**” means this Policy, as amended from time to time.

“**Subsidiary**” shall mean a subsidiary as defined under the Act and Rules made thereunder.

Any other term not defined herein shall have the same meaning as defined in the Act, the Listing Regulations, Securities Contracts (Regulation) Act, 1956, the Depositories Act, 1996 or any other applicable law or regulation.

IV. **POLICY:**

A subsidiary shall be considered as **Material** if the income or net worth of such subsidiary exceeds ten percent of the consolidated income or net worth respectively, of the Company and its subsidiaries in the immediately preceding accounting year.

A list of such Material subsidiaries shall be presented to the Audit Committee annually for its noting.

The Company and its unlisted material subsidiaries incorporated in India shall undertake secretarial audit and shall annex with its annual report, a secretarial audit report, given by a company secretary in practice, in such form as may be specified, from time to time.

V. **REQUIREMENT REGARDING MATERIAL SUBSIDIARY:**

The Company, without passing a special resolution in its General Meeting, shall not:-

- ❖ dispose shares in the material subsidiary which would reduce its shareholding (either on its own or together with other subsidiaries) to less than 50%; or
- ❖ cease the exercise of control over the material subsidiary; or
- ❖ sell, dispose or lease the assets amounting to more than 20% of the assets of the material subsidiary on an aggregate basis during a financial year,

unless in cases where the divestment/ sale/ disposal/ lease is made under a scheme of arrangement duly approved by a Court/Tribunal.

**VI. REQUIREMENTS REGARDING UNLISTED MATERIAL SUBSIDIARY:**

At least one Independent Director on the Board of the Company shall be a Director on the Board of the unlisted material subsidiary company, whether incorporated in India or not.

For the purpose of this clause, the term “material subsidiary” shall mean a subsidiary, whose income or net worth exceeds twenty percent of the consolidated income or net worth respectively, of the Company and its subsidiaries in the immediately preceding accounting year.

A list of such unlisted Material subsidiaries shall be presented to the Audit Committee annually for its noting.

**VII. REVIVE / AMENDMENT IN POLICY:**

The Board for the purpose of aligning this Policy with the regulatory changes, amend any provision(s) or substitute any of the provision(s) with the new provision(s) or replace the Policy entirely with a new Policy.

The Board may also establish further rules and procedures, from time to time, to give effect to this Policy.

**VIII. SCOPE AND LIMITATION:**

In the event of any conflict between the provisions of this Policy and the Listing Regulations / Act or any other statutory enactments, rules, the provisions of such Listing Regulations / Act or statutory enactments, rules shall prevail over this Policy.

**IX. DISSEMINATION OF POLICY:**

This policy shall be hosted on the website of the Company and a web link thereto shall be provided in the annual report of the Company.

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