



JOYALUKKAS INDIA LIMITED

DIVIDEND DISTRIBUTION POLICY

**[Pursuant to Regulation 43A of the Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations 2015]**

Policy Number: 14/2021
Policy Owner: JOYALUKKAS INDIA LIMITED
Approved by: Board of Directors
Approved on : 18.10.2021

1.INTRODUCTION:

In accordance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), as amended, Joyalukkas India Limited (the “Company”) has decided to formulate its Dividend Distribution Policy (“Policy”). Accordingly, the Board of Directors of the Company (the “Board”) has approved this Policy for the Company at its meeting held on October 18, 2021 being effective from October 18, 2021

2.OBJECTIVE:

The objective of this Policy is to provide the dividend distribution framework to the stakeholders of the Company. This Policy is aimed to lay down the circumstances, parameters, external and internal factors including financial parameters that shall be considered while declaring dividend and intends to assist investors and stakeholders for their investing decisions. The Board may in extraordinary circumstances, deviate from the parameters listed in this Policy.

The Board shall recommend dividend in compliance with this Policy, the provisions of Companies Act 2013 and rules framed thereunder, as amended, (“Companies Act”) and other applicable provisions.

3.PARAMETERS TO BE CONSIDERED WHILE DECLARING DIVIDEND:

The declaration and payment of dividends will be recommended by the Board and approved by the Shareholders, in their discretion, subject to the provisions of the Articles of Association, the Companies Act, and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Including the circulars issued thereunder). The dividend, if any, will depend on a number of factors, including but not limited to the following:

1.Internal factors: Capital requirements, earnings, contractual restrictions, availability of adequate amount for payment of dividend, investments in subsidiaries, associates and joint-ventures, business expansion plans, diversification of business, requirement of long-term capital and overall financial position of the Company;

2. **External factors:** Uncertainty in the economic conditions,

4.CIRCUMSTANCES UNDER WHICH THE SHAREHOLDER MAY OR MAYNOT EXPECT DIVIDEND:

The Company shall not recommend dividend if it is of the opinion that it is financially not prudent to do so. The Company may declare dividends in future unless the Company is restrained due to insufficient profits or due to any of the internal or external factors listed above.

Further, though the Company endeavors to declare the dividend to the shareholders, the management may propose lower dividend or may propose not to recommend dividend after analysis of various financial parameters, the management may propose lower dividend or may propose not to recommend dividend after analysis of various financial parameters, cash flow

position and funds required for future growth and capital expenditure or in case of a proposal to utilize surplus profit for buy-back of existing share capital.

The Board may in compliance with applicable law declare one or more interim dividends during a financial year and recommend such interim dividend for the confirmation of its shareholders at the subsequent annual general meeting.

5. PROCEDURE FOR DECIDING QUANTUM OF DIVIDEND

- a. The Chief Financial Officer (“CFO”) after considering the parameters mentioned above and in consultation with the Managing Director (“MD”)/ Chief Executive Officer/Manager may propose the rate of final dividend to be recommended by the Board to Shareholders or the rate of interim dividend to be declared by the Board.
- b. The Board upon perusing the rationale for such pay-out may recommend the final dividend or declare the interim dividend.
- c. The final dividend recommended by the Board is subject to approval/declaration by the shareholders in the ensuing general meeting.
- d. The interim dividend approved by the Board requires confirmation by the shareholders in the ensuing general meeting.
- e. In case of inadequacy of profits in any financial year, the Board may consider recommendation of final dividend out of accumulated profits as may be permitted under the applicable laws and regulations from time to time.

6. REVIEW/ MODIFICATION OF THE POLICY:

The Board reserves the right to amend, modify or review this Policy along with the rationale for the same in whole or in part, at any point of time, as may be deemed necessary in accordance with the amendment of the Companies Act and the Regulations, and any other regulations, guidelines/clarifications as may be issued from time to time by relevant statutory and regulatory authority.

7. DISCLOSURE:

The Company shall make appropriate disclosures as required under the Listing Regulations. If the Board decides to deviate from this Policy, the rationale for the same will be suitably disclosed.

8. DISCLAIMER:

This document does not solicit investments in the Company’s securities. Nor is it an assurance of Guaranteed returns (in any form), for investments in the Company’s shares