



# **JOYALUKKAS INDIA LIMITED**

## **POLICY ON CRITERIA FOR DETERMINING MATERIALITY OF EVENTS**

**[Pursuant to Regulation 30 of the Securities and Exchange Board of India  
(Listing Obligations and Disclosure Requirements) Regulations 2015]**

Policy Number: 09/2021

Policy Owner: JOYALUKKAS INDIA LIMITED

Approved by: Board of Directors

Approved on October 18, 2021

## **1. OBJECTIVE:**

The Policy is framed in accordance with the requirements of the Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015("Regulations").

The objective of the Policy is to determine materiality of events or information of the Company and to ensure that such information is adequately disseminated in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality.

## **EFFECTIVE DATE**

This Policy is effective from October 18, 2021.

## **2. DEFINITION**

**"Act"** shall mean the Companies Act, 1956, 2013 and the Rules framed there under, including any modifications, clarifications, circulars or re-enactment thereof.

**"Board of Directors"** or **"Board"** means the Board of Directors of JOYALUKKAS INDIA LIMITED, as constituted from time to time.

**"Company"** means JOYALUKKAS INDIA LIMITED

**"Key Managerial Personnel"** mean key managerial personnel as defined in sub section (51) of section 2 of the Companies Act, 2013;

**"Listing agreement"** shall mean an agreement that is to be entered into between recognized stock exchange and the Company pursuant to Securities and Exchange Board (Listing Obligations and Disclosure Requirements), 2015

**"Material Event"** or **"Material Information"** shall mean such event or information as set out in the Schedule or as may be determined in terms of Clause 3 of the Policy. In the Policy, the words, "material" and "materiality" shall be construed accordingly.

**"Material Subsidiary"** shall mean any subsidiary company of the Company which is or has been determined as a material subsidiary as per the provisions of the Regulations.

**"Policy"** means this Policy on criteria for determining Materiality of events or information and as may be amended from time to time.

**"Regulations"** " mean Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including any modifications, clarifications, circulars or reenactment thereof.

"**Schedule**" means a Schedule III of (Listing Obligations and Disclosure Requirements) Regulations, 2015

Any other term not defined herein shall have the same meaning as defined in the Companies Act, 2013, Regulations or any other applicable law or regulation to the extent applicable to the Company.

### **3. OBJECTIVE OF THE POLICY**

The objectives of this Policy are as follows:

- a) To ensure that the Company complies with the disclosure obligations of a listed company laid down by the Listing Regulations, various securities laws and any other applicable laws (in India and overseas);
- b) To ensure that the information disclosed by the Company is timely, transparent and continuous till the termination of the specific event or information;
- c) To ensure that to the best of the knowledge of the management, the corporate documents and public statements are accurate and do not contain any misrepresentation;
- d) To protect the confidentiality of material/price sensitive information within the context of the Company's disclosure obligations;
- e) To provide a framework that supports and fosters confidence in the quality and integrity of information released by the Company; and
- f) To ensure uniformity in the Company's approach to disclosures, raise awareness and reduce the risk of selective disclosures.

### **4. GUIDELINES FOR DETERMINING MATERIALITY OF EVENTS OR INFORMATION**

Events/information shall be considered as Material if it meets any of the following criteria:

- a) The event or information is in any manner unpublished price sensitive information;
- b) The omission of an event or information, which is likely to result in discontinuity or alteration of event or information already available publicly;
- c) the omission of an event or information is likely to result in significant market reaction if the said omission came to light at a later date; and
- d) any other event/information which is treated as being material in the opinion of the Board of Directors of the Company.

## 5. DISCLOSURES OF EVENTS OR INFORMATION

a. Events specified in Annexure A are deemed to be material events and the Company shall make disclosure to of such events or information as soon as reasonably possible and not later than twenty-four (24) hours from the occurrence of such event or information in the following manner:

i. Inform the stock exchanges in which the securities of the Company are listed;

ii. Upload on the corporate web site of the Company.

Provided that in case the disclosure is made after twenty-four (24) hours of occurrence of such event or information, the Company shall, along with such disclosure(s) provide an explanation for delay.

b. The Company shall make disclosure of events as specified in Annexure B based on application of guidelines for determining Materiality as per clause 3 of the Policy.

c. The Company shall make disclosures updating Material developments on a regular basis, till such time the event is resolved/closed, with relevant explanations.

d. Besides per se material information, an event/information, would be deemed as material information if it is likely to:

- have an impact of 5% or more on the gross turnover or revenues or total income or 20% of the net worth, whichever is lower, as per the last consolidated accounts of the Company; or
- increase/ decrease the market price of the shares of the Company by 5% on the stock exchanges, based on preceding 52 weeks high/low.

e. In some cases, to ascertain materiality, thresholds as prescribed in Clause 4 (a) of this Policy, cannot be applied, the KMPs, in such cases, shall frame their opinion on a case to case basis, based on specific facts and circumstances relating to the information/event and while doing so, it may consider, among other factors, the following factors:

- Whether there would any direct or indirect impact on the reputation of the Company;
  - Whether non-disclosure can lead to creation of false market in the securities of the Company;
  - Whether there would be a significant impact on the operations or performance of the Company;
- or
- Whether the omission of an event or information which is likely to result in a discontinuity or alteration of an event or information already available publicly.

f. The Company shall disclose all events or information with respect to its Material Subsidiaries.

g. The Company shall provide specific and adequate reply to all queries raised by stock exchange(s) with respect to any events or information and on its own initiative. Further it shall confirm or deny any event or information to stock exchange(s) reported in the media.

h. In case where an event occurs or information is available with the Company, which has not been indicated in Annexure A or Annexure B, but which may have material effect on it, the Company will make adequate disclosures in regard thereof.

All the above disclosures would be hosted on the website of the Company for a minimum period of five years and there after archived as per Company's policy for Preservation and Archival of Documents.

## **6. AUTHORITY TO KEY MANAGERIAL PERSONNEL**

The Company Secretary and Compliance Officer and Chief Financial Officer shall severally have the authority to determine Materiality of any event or information subject to the provisions of this Policy:

The Company Secretary and Compliance Officer of the Company, is hereby authorized to make disclosures to stock exchange(s).

## **7. AMENDMENTS**

The Board may subject to the applicable laws 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. However, no such amendment or modification shall be inconsistent with the applicable provisions of any law for the time being in force.

## **8. SCOPE AND LIMITATION**

In the event of any conflict between the provisions of this Policy and the Listing Agreement; Companies Act, 2013; Regulations or any other statutory enactments, rules, the provisions of such Listing Agreement/Companies Act, 2013 or statutory enactments, rules shall prevail over this Policy and the part(s)so repugnant shall be deemed to severed from the Policy and the rest of the Policy shall remain in force.

## **9. DISSEMINATION OF POLICY**

This Policy shall be hosted on the website of the Company and address of such web link there to shall be provided in the Annual Report of the Company.

## **10. WEBSITE**

As per the provisions of the Listing Regulations, the Policy shall be disclosed on the website of the Company. Further, the Company shall disclose on its website all such events or information which has been disclosed to stock exchange(s) under the Listing Regulations and such disclosures shall be made available on the website of the Company for a period of five years and thereafter as per the documentation retention and archival policy of the Company.

### **Annexure A**

#### **Events which shall be disclosed without any application of the guidelines for Materiality:**

1. Acquisition(s) (including agreement to acquire), Scheme of Arrangement (amalgamation / merger / demerger / restructuring), or sale or disposal of any unit(s), division(s) or subsidiary of the Company or any other restructuring; Explanation.- 'Acquisition' shall mean,-
  - (i) Acquiring control, whether directly or indirectly; or,
  - (ii) acquiring or agreeing to acquire shares or voting rights in, a company, whether directly or in directly, such that-
    - a) the Company holds shares or voting rights aggregating to five per cent or more of the shares or voting rights in the said company, or;
    - b) there has been a change in holding from the last disclosure and such change exceeds two percent of the total share holding or voting rights in the said company.
2. Issuance or forfeiture of securities, split or consolidation of shares, buy back of securities, any restriction on transferability of securities or alteration in terms or structure of existing securities including forfeiture, reissue of forfeited securities, alteration of calls, redemption of securities etc.;
3. Revision in credit rating (s);
4. Outcome of Meetings of the Board of Directors: The Company shall disclose to the Exchange(s), within 30 minutes of the closure of the meeting, held to consider the following:
  - a) Dividends and/or cash bonuses recommended or declared or the decision to pass any dividend and the date on which dividend shall be paid/dispatched;
  - b) Any cancellation of dividend with reasons thereof;
  - c) The decision on buyback of securities;

- d) The decision with respect to fund raising proposed to be undertaken
  - e) increase in capital by issue of bonus shares through capitalization including the date on which such bonus shares shall be credited/dispatched;
  - f) reissue of forfeited shares or securities, or the issue of shares or securities held in reserve for future issue or the creation in any form or manner of new shares or securities or any other rights, privileges or benefits to subscribe to;
  - g) short particulars of any other alterations of capital, including calls;
  - h) financial results;
  - i) Decision on voluntary delisting by the Company from stock exchange(s).
5. Agreements (viz. share holder agreement(s), joint venture agreement(s), family settlement agreement(s)(to the extent that it impacts management and control of the Company), agreement(s)/ treaty(ies)/contract(s)with media companies) which are binding and not in normal course of business, revision(s)or amendment(s)and termination(s)thereof;
  6. Fraud/defaults by Promoter or Key Managerial Personnel or by Company or arrest of Key Managerial Personnel or Promoter;
  7. Change in Directors, Key Managerial Personnel (Managing Director, Chief Executive Officer, Chief Financial Officer, Company Secretary etc.), Auditor and Compliance Officer;
  8. Appointment or discontinuation of share transfer agent;
  9. Corporate debt restructuring;
  10. One-time settlement with a bank;
  11. Reference to BIFR and winding-up petition filed by any party/creditors;
  12. Issuance of Notices, call letters, resolutions and circulars sent to share holders, debenture holders or creditors or any class of them or advertised in the media by the Company;
  13. Proceedings of Annual and extra ordinary general meetings of the Company;
  14. Amendments to memorandum and articles of association of Company, in brief;
  15. Schedule of Analyst or institutional investor meet and presentations on financial results made by the company to analysts or institutional investors.