

## PRAJ INDUSTRIES LIMITED

### MATERIAL SUBSIDIARIES DETERMINATION POLICY

<b>Versions of the policy</b>			
<b>Sr. No.</b>	<b>Particulars</b>	<b>Board approval date</b>	<b>Effective date</b>
1.	Initial adoption	16 <sup>th</sup> October, 2014	16 <sup>th</sup> October, 2014
2.	1 <sup>st</sup> amendment	29 <sup>th</sup> January, 2016	29 <sup>th</sup> January, 2016
3.	2 <sup>nd</sup> amendment	30 <sup>th</sup> May, 2024	30 <sup>th</sup> May, 2024
4.	3 <sup>rd</sup> amendment (current version)	30 <sup>th</sup> January, 2025	30 <sup>th</sup> January, 2025

#### **PREAMBLE:**

Material Subsidiaries Determination Policy (“the Policy”) was framed pursuant to Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which have come into effect from 1<sup>st</sup> December, 2015 and amended from time to time.

For the purposes of this policy

#### **Reg. 16(1)(c)**

“*Material Subsidiary*” shall mean a subsidiary, whose turnover or net worth exceeds ten percent (10%) of the consolidated turnover or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

#### **Reg. 24 (1)**

At least one independent director on the board of directors of the listed entity shall be a director on the board of directors of an unlisted material subsidiary, whether incorporated in India or not.

Explanation - For the purposes of this provision, the term “material subsidiary” shall mean a subsidiary, whose turnover or net worth exceeds twenty percent (20%) of the consolidated turnover or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.



### **Dissemination**

The Company's Policy on the determination of Material Subsidiaries shall be published on its website and the web link thereto shall be provided in the Annual Report.

### **Review of Policy**

The CEO or Managing Director or CFO and Director-Resources or Company Secretary are severally authorized to amend the Policy to give effect to any changes / amendments notified by the Regulators (SEBI, MCA etc.) Consequently, the Policy shall be placed before the Audit Committee for review and Board for noting and ratification.

**For Praj Industries Ltd.**

Sd/-

**Dr. Pramod Chaudhari**  
**Non-Executive Chairman**

**Date: 30<sup>th</sup> January, 2025**