

# AKSH OPTIFIBRE LIMITED

A - 25, 2nd Floor,  
Mohan Co-operative Industrial Estate  
Mathura Road, New Delhi-110044, INDIA  
Tel. : +91-11-26991508, 26991509  
Fax : +91-11-26991510  
E-mail : aksh@akshoptifibre.com  
Website : www.akshoptifibre.com  
CIN NO. : L24305RJ1986PLC016132

## POLICY FOR DETERMINING MATERIAL SUBSIDIARIES



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## POLICY FOR DETERMINING MATERIAL SUBSIDIARIES

### 1. INTRODUCTION

In accordance with the Regulation 16 (1)(c) as amended from time to time of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015, with the Stock Exchanges (“LODR”) where the shares of Aksh Optifibre Limited (“the Company”) are listed, the Company is required to formulate a policy for determining material subsidiaries. Accordingly, the Board of Directors of the Company approved and adopted the “Policy for Determining Material Subsidiaries” with retrospective effect from December 01, 2015. The Policy shall be further amended w.e.f. April 1, 2019.

### 2. OBJECTIVE

This Policy aims to provide a framework for determining material subsidiaries of the Company and other related matters.

### 3. DEFINITIONS

The capitalised terms used but not defined herein shall have the meaning ascribed to such terms in the Companies Act, 2013, Rules framed thereunder and the Listing Agreement (“Statutory Provisions”), as the case may be. In case any provisions of this Policy are contrary to or inconsistent with the Statutory Provisions, the Statutory Provisions shall prevail.

### 4. DETERMINATION OF MATERIAL SUBSIDIARY

- i. A Subsidiary of the Company shall be considered as material (“Material Subsidiary”) if the Income or net worth of Subsidiary exceeds 10% of the consolidated income or net worth respectively, of the Company and its Subsidiaries in the immediately preceding financial year.
- ii. Based on the latest Financial Statements (including consolidated Financial Statements) of the Company, the Authorised Officer of the Company shall identify, on annual basis, whether any of the Subsidiaries of the Company will be considered as Material Subsidiary or Unlisted Material Subsidiary as per the criteria given in this Clause 4.
- iii. The name of each Material Subsidiary and Unlisted Material Subsidiary identified in the manner mentioned above shall be reported to the Audit Committee and the Board of Directors of the Company along with the Annual Audited Financial Statements.



**5. COMPLIANCES**

The Company shall comply with the requirements of Listing Agreement in respect of each of its Material Subsidiary and Unlisted Material Subsidiary identified in terms of this Policy. In addition will also ensure to have at least one Independent Director of the Holding Company on the Board of its Unlisted Material Subsidiary Company.

**6. DISCLOSURE**

This Policy shall be disclosed on the Company’s website [www.akshoptifibre.com](http://www.akshoptifibre.com) and a web link thereto will also be provided in the forth coming Annual report of the Company.

**7. AMENDMENT**

This Policy can be amended, modified, revised or abrogated by the Board of Directors of the Company from time to time.

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