

# **APAR INDUSTRIES LIMITED**

## **POLICY ON MATERIAL SUBSIDIARIES**

### **Background:**

The Company had formulated and posted at its website the 'Policy on Material Subsidiaries' in terms of Clause 49 of the Listing Agreement of Stock Exchanges prevalent during the year 2014. Later on, the Company modified and aligned the aforesaid Policy in accordance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (*hereinafter referred to as the 'Listing Regulations'*).

### **Criteria for determining Material Subsidiaries:**

Accordingly, the Policy was amended to give effect to the terms of provisions of Listing Regulations, *inter-alia*, the definition of Material Subsidiary as provided in Regulation 16 (1) (c) of the Listing Regulations, which stand revised as under:

*“material subsidiary” shall mean a subsidiary, whose income or net worth exceeds ten percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.*

### **The Company has following Subsidiaries at present:**

1. Petroleum Specialities Pte. Ltd., Singapore (PSPL), a Wholly Owned Subsidiary of the Company.
2. Petroleum Specialities FZE, Sharjah, a Wholly Owned Subsidiary of PSPL.
3. Apar Transmission & Distribution Projects Private Limited (CIN: U74999GJ2016PTC093485) a Wholly Owned Subsidiary of the Company.
4. Apar Distribution & Logistics Private Limited (CIN: U60232MH2020PTC338425) a Wholly Owned Subsidiary of the Company.

### **Amendment to the Policy:**

The Board of Directors at its own and / or as per the recommendations of Audit Committee can amend this Policy, as and when deemed fit. Any or all provisions of this Policy would be subject to revision / amendment in accordance with the Rules, Regulations, Notifications etc. on the subject as may be issued by relevant statutory authorities, from time to time. In case of any amendment(s), clarification(s), circular(s) etc. issued by the relevant authorities, not being consistent with the provisions laid down under this Policy, then such amendment(s), clarification(s), circular(s) etc. shall prevail over the provisions hereunder and this Policy shall stand amended accordingly from the effective date as laid down under such amendment(s), clarification(s), circular(s) etc.