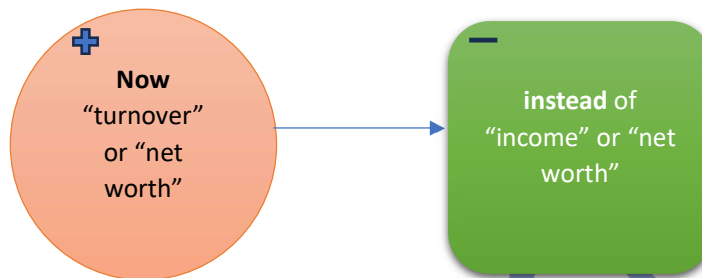


## Updated Criteria for Material Subsidiaries & Its Impact

Ref: LODR Amendment dated December 13, 2024

As per the SEBI LODR Amendment, the criteria for determining the material subsidiary have been amended, which is summarised as follows:

Criteria for determining Material Subsidiary based on:



### Based on above: Amended Definition of Material Subsidiary:

Regulation 16(1)(c): Material Subsidiary shall mean a subsidiary, whose **turnover or net worth exceeds 10% of the consolidated turnover or net worth** respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

### For the purpose of Reg 24(1)- Appointment of Independent Director on the Board of Material Subsidiary:

A subsidiary, whose **turnover or net worth exceeds 20% of the consolidated turnover or net worth** respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

### Action points for the Listed Entities:

- Re- identification of material subsidiaries as per amended criteria
- Revision in Policy for determining material Subsidiaries
- Review of corporate governance practices as per the amended definition of material subsidiary (Regulation 24)