

ECE INDUSTRIES LTD.

POLICY FOR DETERMINING MATERIALITY OF EVENTS

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

I. PREAMBLE

The Securities and Exchange Board of India (SEBI) has notified Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) on 2nd September, 2015 which will be effective from 1st December, 2015.

II. DEFINITIONS

Unless the context otherwise requires, the words, terms, expressions and derivations used in this Policy shall have the meaning given in the Listing Regulations:

- a. **“Board of Directors”** or **“Board”** means the Board of Directors of ECE Industries Ltd. (including duly authorized committed thereof), as constituted from time to time.
- b. **“Company”** means ECE Industries Ltd.
- c. **“Listing Agreement”** shall mean an agreement that is to be entered into between a recognized stock exchange and the Company pursuant to Securities and Exchange Board (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- d. **“Material Event”** or **“Material Information”** shall mean such event or information as set out in this Policy or as may be determined in terms of Clause III of this Policy. In this Policy, the words, “material” and “materiality” shall be construed accordingly.

III. GUIDELINES FOR DETERMINING MATERIALITY OF EVENTS OR INFORMATION

- a. Events or information specified in Para A of Part A of Schedule III in Listing Regulations, shall be deemed to be material.
- b. In respect of events or information specified in Para B of Part A of Schedule III in Listing Regulations, the following criteria shall be applied for determination of materiality :-
 - (i) the omission of an event or information, which is likely to result in discontinuity or alteration of event or information already available publicly;
or
 - (ii) 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.
 - (iii) In case where the criteria specified in sub-clauses (i) and (ii) are not applicable, an event or information may be treated as being material if in the opinion of the Board of Directors of the Company, the event/information is considered material.

- c. Any other information/event viz. major development that is likely to affect business, e.g. emergence of new technologies, expiry of patents, any change of accounting policy that may have a significant impact on the accounts, etc. and brief details thereof and any other information which is exclusively known to the Company which may be necessary to enable the holders of securities of the Company to appraise its position and to avoid the establishment of a false market in such securities.
- d. Without prejudice to the generality of para (a), (b) and (c) above, the Company may make disclosures of event/ information as specified by SEBI from time to time.

IV. DISCLOSURES OF EVENTS OR INFORMATION

- a. The Company shall disclose to the stock exchange(s) all the events or information as specified in Clause III above, within such time as specified in the Listing Regulations.
- b. The Company shall make disclosures updating material developments on a regular basis, till such time the event is resolved/closed, with relevant explanations.
- c. All the above disclosures shall be hosted on the website of the Company for a minimum period of five years and as per Archival Policy of the Company.
- d. The Company shall disclose all events or information with respect to subsidiaries which are material for the Company.

V. AUTHORISATION OF KEY MANAGERIAL PERSONNEL

The Managing Director and in his absence, the Chief Financial Officer and the Company Secretary of the Company jointly, all being Key Managerial Personnel (KMPs) have been authorized to determine materiality of any event or information subject to the provisions of this policy.

The said KMPs have been authorized severally to make disclosures to the stock exchange(s).

VI. POWER TO AMEND THE POLICY

The Policy may be amended from time to time by the Board.
