

## GUJARAT SIDHEE CEMENT LIMITED

### POLICY FOR DETERMINATION OF MATERIALITY OF AN EVENT OR INFORMATION

#### 1. Objective

In terms of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI's Circular bearing reference CIR/CFD/CMD/4/2015 dated 9th September 2015, the Board of Directors (the "Board") of Gujarat Sidhee Cement Limited ( "GSCL" or " the Company ") at its meeting held on 26<sup>th</sup> October 2015 has authorized the Managing Director and / or Company Secretary of the Company to formulate the Policy for determination of materiality based on the criteria mentioned in the SEBI (LODR) Regulations, 2015 ("**Material Information**") such that required information can be promptly disclosed to the stock exchanges, as required under SEBI (LODR) Regulations, 2015.

**The Policy was effective from 1st December, 2015. This policy has been revised as per all the amendments in SEBI (LODR) Regulations effective from 1<sup>st</sup> October, 2018 and 1<sup>st</sup> April, 2019.**

#### 2. Definitions

In this policy unless the context otherwise requires:

- a. "**Act**" means Securities & Exchange Board of India Act, 1992 as amended from time to time.
- b. "**SEBI(LODR) Regulations**" shall mean Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as may be amended from time to time.
- c. "**Company**" means Gujarat Sidhee Cement Limited.
- d. "**Policy**" means Gujarat Sidhee Cement Limited – Policy for determination of materiality of an event or information.
- e. "**Authorized Persons**" as stated under Clause 3 of the Policy.
- f. "**Board**" or "**Board of Directors**" shall mean the Board of Directors of Gujarat Sidhee Cement Limited, as may be re-constituted from time to time.
- g. "**Financial Year**" shall have the same meaning ascribed to it under the Act.
- h. "**Material Information / event**" shall mean information / event as listed under Clause 5.

Further Material Information / event shall mean information / event as listed under Clause 6(i) of this Policy exceeding threshold limits stated thereunder of this Policy subject to application of guidelines on materiality given under Regulation 30(4)(i) of SEBI (LODR) Regulations, 2015.

The words or expressions used but not defined herein, but defined under Companies Act, 2013 or the SEBI (LODR) Regulations, 2015 shall have the same meaning assigned therein.

### **3. Authorized Persons**

1. The materiality or otherwise, of an information or event in terms of the SEBI (LODR) Regulations, 2015 will be determined by the Managing Director of the Company.
2. The Company Secretary will decide the appropriate period / stage at which the disclosure is to be filed with the stock exchanges and details that may be filed.

### **4. The guidelines to ascertain materiality of an event or information (Regulation No.30 (4) (i) of the SEBI (LODR) Regulations, 2015:**

The Company shall consider the following criteria for determination of materiality of events / information :

- (a) the omission of an event or information, which is likely to result in discontinuity or alteration of event or information already available publically; or
- (b) 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;
- (c) In case where the criteria specified in sub-clauses (a) and (b) are not applicable, an event / information may be treated as being material if in the opinion of the Board of Directors of Company, the event / information is considered material.

Materiality will be determined on a case to case basis depending on specific facts and circumstances relating to the information / event. In order to determine whether a particular event / information is material in nature, "quantitative" and "qualitative" factors also as the case may be criteria will be applied.

In circumstances where "quantitative" test may not be applicable or cannot be applied, a "qualitative" or a "subjective", criteria as under will be applied to determine materiality.

Authorized Persons as defined under Clause 3 above are authorized, in their absolute discretion, to revise the quantitative or qualitative materiality threshold specified under Clause 6.

## **5. Deemed material events or information**

**Events or information specified below will be deemed to be material events / information and will be disclosed irrespective of application of any quantitative or qualitative materiality thresholds and without any application of the guidelines for materiality as specified in sub-regulation (4) of regulation (30):**

1. Acquisition(s) (including agreement to acquire), Scheme of Arrangement (amalgamation / merger / demerger / restructuring), or sale or disposal of any unit(s), division(s) or subsidiary of the Company or any other restructuring.

Explanation.- For the purpose of this sub-para, the word 'acquisition' shall mean,-

- (i) acquiring control, whether directly or indirectly; or,
  - (ii) acquiring or agreeing to acquire shares or voting rights in, a company, whether directly or indirectly, such that -
    - (a) the Company holds shares or voting rights aggregating to five per cent or more of the shares or voting rights in the Company, or;
    - (b) there has been a change in holding from the last disclosure made under sub-clause (a) of clause (ii) of the Explanation to this sub-para and such change exceeds two per cent of the total shareholding or voting rights in the Company.
2. Issuance or forfeiture of securities, split or consolidation of shares, buyback of securities, any restriction on transferability of securities or alteration in terms or structure of existing securities including forfeiture, reissue of forfeited securities, alteration of calls, redemption of securities etc.
  3. Revision in Rating(s).
  4. Outcome of Meetings of the board of directors: The Company shall disclose to the Exchange(s), within 30 minutes of the closure of the meeting, held to consider the following:
    - a) dividends and/or cash bonuses recommended or declared or the decision to pass any dividend and the date on which dividend shall be paid / dispatched;
    - b) any cancellation of dividend with reasons thereof;

- c) the decision on buyback of securities;
  - d) the decision with respect to fund raising proposed to be undertaken
  - e) increase in capital by issue of bonus shares through capitalization including the date on which such bonus shares shall be credited/dispatched;
  - f) reissue of forfeited shares or securities, or the issue of shares or securities held in reserve for future issue or the creation in any form or manner of new shares or securities or any other rights, privileges or benefits to subscribe to;
  - g) short particulars of any other alterations of capital, including calls;
  - h) financial results;
  - i) decision on voluntary delisting by the Company from stock exchange(s).
5. Agreements (viz. shareholder agreement(s), joint venture agreement(s), family settlement agreement(s) (to the extent that it impacts management and control of the Company), agreement(s) / treaty(ies) / contract(s) with media companies) which are binding and not in normal course of business, revision(s) or amendment(s) and termination(s) thereof.
6. Fraud/defaults by promoter or key managerial personnel or by the Company or arrest of key managerial personnel or promoter.
7. Change in directors, key managerial personnel (Managing Director, Chief Executive Officer, Chief Financial Officer, Company Secretary etc.), Auditor and Compliance Officer.
- 7A. In case of resignation of the auditor of the listed entity, detailed reasons for resignation of auditor, as given by the said auditor, shall be disclosed by the listed entities to the stock exchanges as soon as possible but not later than twenty four hours of receipt of such reasons from the auditor.
- 7B. Resignation of auditor including reasons for resignation: In case of resignation of an independent director of the listed entity, within seven days from the date of resignation, the following disclosures shall be made to the stock exchanges by the listed entities:
- i. Detailed reasons for the resignation of independent directors as given by the said director shall be disclosed by the listed entities to the stock exchanges.
  - ii. The independent director shall, along with the detailed reasons, also provide a confirmation that there is no other material reasons other than those provided.
  - iii. The confirmation as provided by the independent director above shall also be disclosed by the listed entities to the stock

exchanges along with the detailed reasons as specified in sub-clause (i) above.

8. Appointment or discontinuation of share transfer agent.
9. Corporate debt restructuring.
10. One time settlement with a bank.
11. Reference to BIFR and winding-up petition filed by any party / creditors.
12. Issuance of Notices, call letters, resolutions and circulars sent to shareholders, debenture holders or creditors or any class of them or advertised in the media by the Company.
13. Proceedings of Annual and extraordinary general meetings of the Company.
14. Amendments to memorandum and articles of association of the Company, in brief.
15. Schedule of Analyst or institutional investor meet and presentations on financial results made by the Company to analysts or institutional investors;

**6. The events or information which will be disclosed based on application of guidelines on materiality referred under sub-regulation (4) of regulation 30:**

1. Commencement or any postponement in the date of commencement of commercial production commercial operations of any unit / division.
2. Change in the general character or nature of business brought about by arrangements for strategic, technical, manufacturing, or marketing tie-up, adoption of new lines of business or closure of operations of any unit / division (entirety or piecemeal).
3. Capacity addition or product launch.
4. Awarding, bagging/receiving, amendment or termination of awarded / bagged orders / contracts not in the normal course of business.
5. Agreements (viz. loan agreement(s) (as a borrower) or any other agreement(s) which are binding and not in normal course of business) and revision(s) or amendment(s) or termination(s) thereof.
6. Disruption of operations of any one or more units or division of the Company due to natural calamity (earthquake, flood, fire etc.), force majeure or events such as strikes, lockouts etc.
7. Effect(s) arising out of change in the regulatory applicable to the Company.
8. Litigation(s) / dispute(s) / regulatory action(s) with impact.

9. Fraud / defaults etc. by directors (other than key managerial personnel) or employees of the Company.
  10. Options to purchase securities including any ESOP / ESPS Scheme.
  11. Giving of guarantees or indemnity or becoming a surety for any third party.
  12. Granting, withdrawal, surrender, cancellation or suspension of key licenses or regulatory approvals.
- 7.** 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.
- 8.** Without prejudice to the generality of above, the Company may make disclosures of event / information as specified by the Board from time to time.

**9. Timing of disclosure**

All material events / information will be disclosed as promptly as practicable as per the provisions of Regulation 30 read with SEBI's Circular bearing reference CIR/CFD/CMD/4/ 2015 dated 9th September 2015 as amended from time to time..

**10. General**

Where the terms of this policy differ from any existing or newly enacted law, rule, regulation or standard governing the Company, the law, rule, regulation or standard will take precedence over this policy until such time as this policy is changed to conform to the law, rules, regulation or standard.

## **GUJARAT SIDHEE CEMENT LIMITED**

### **Intimation under regulation 30(5) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

In compliance with regulation 30(5) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company have authorized the following Key Managerial Personnel for the purpose of determining materiality of an event or information in accordance with regulation 30 and policy on determining materiality of events.

Sr.No.	Name of Personnel	Designation	Contact Details
1.	Mr. M. S. Gilotra	Managing Director	Gujarat Sidhee Cement Limited Corporate Office Address: 2 <sup>nd</sup> Floor, N. K. Mehta International House, 178, Backbay Reclamation, Mumbai 400 020. Tel:+91 22 66365444 Fax:+91 22 66365445 Email id: msgilotra@mehtagroup.com

Further, the following Key Managerial Personnel is authorized for the purpose of disclosure / dissemination of such material information to Stock Exchange.

Sr.No.	Name of Personnel	Designation	Contact Details
1.	Mr.V.R.Mohnot	CFO & Company Secretary	Gujarat Sidhee Cement Limited Corporate Office Address: 2 <sup>nd</sup> Floor, N. K. Mehta International House, 178, Backbay Reclamation, Mumbai 400 020. Tel:+91 22 66365444 Fax:+91 22 66365445 Email id: vrmohnot@mehtagroup.com