



POLICY FOR DETERMINING MATERIAL SUBSIDIARIES

[Pursuant to Reg.16 (1c) of SEBI (LODR) Regulations, 2015]

**Revised and Approved by Audit Committee and Board of Directors Meeting held on 09th February 2019
(w.e.f from April 01, 2019)**

Policy Objective:

This Policy is framed in terms of Regulation 16(1)(c) of the SEBI [LODR] Regulations 2015, and will be applicable to Sika Interplant Systems Limited (the "Company"). The Board of Directors of the Company may review and amend this policy from time to time to align it with the applicable laws, rules, notifications, circulars and regulations.

Definitions:

"Investment" means the investments made in the share capital of the Subsidiary.

"Net Worth" shall be as defined under the Companies Act, 2013 and the Rules made thereunder

"Subsidiary" shall be as defined under the Companies Act, 2013 and the Rules made thereunder

Policy

A subsidiary shall be a Material Subsidiary, if any of the following conditions are satisfied:

- a) If the Investment of the Company in the subsidiary, exceeds 10% of its consolidated Net worth as per the audited balance sheet of the previous Financial year; or
- b) If the subsidiary has generated 10% of the consolidated income of the Company during the previous Financial year.