

Voltamp Transformers Limited

Policy on Material Subsidiary

1. INTRODUCTION

In pursuance of Regulation 16(c) of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, the Voltamp Transformers Limited (‘the Company’) is required to formulate a policy for determining material subsidiaries.

2. OBJECTIVE

This Policy aims to provide a framework for determining material subsidiaries of the Company and other related matters.

3. DEFINITIONS

The capitalized terms used but not defined herein shall have the meaning ascribed to such terms in the Companies Act, 2013, Rules framed thereunder and the Listing Agreement (“Statutory Provisions”), as the case may be. In case any provisions of this Policy are contrary to or inconsistent with the Statutory Provisions, the Statutory Provisions shall prevail.

4. DETERMINATION OF MATERIAL SUBSIDIARY

- i. A Subsidiary of the Company shall be considered as material Subsidiary (“Material Subsidiary”) if the investment of the Company in the Subsidiary exceeds 20% of its consolidated net worth as per the audited balance sheet of the previous financial year or if the Subsidiary has generated 20% of the consolidated income of the Company during the previous financial year.
- ii. A Subsidiary of the Company incorporated in India and whose securities are not listed on any stock exchange shall be treated as “Material Non-listed Indian Subsidiary”, if such Subsidiary’s income or net worth (i.e. paid up capital and free reserves) exceeds 20% of the consolidated income or net worth respectively, of the Company and its Subsidiaries in the immediately preceding financial year.
- iii. Based on the latest Financial Statements (including consolidated Financial Statements) of the Company, the Chief Financial Officer of the Company shall identify, on annual basis as well as upon any change in the holding of the Company in any of the existing Subsidiaries or acquisition of a new Subsidiary, whether any of the Subsidiaries of the Company will be considered as Material Subsidiary or Material Non-listed Indian Subsidiary as per the criteria given in this Clause 4(i).
- iv. The name of each Material Subsidiary and Material Non-listed Indian Subsidiary identified in the manner mentioned above shall be reported to the Audit Committee and the Board of Directors of the Company along with the annual audited Financial Statements. Further, in case of any change in the status of a Subsidiary during the year, the same should be reported to the Audit Committee and the Board in their respective meetings.

5. COMPLIANCES

The Company shall comply with the requirements of Listing Regulations in respect of each of its Material Subsidiary and Material Non-listed Indian Subsidiary identified in terms of this policy.

6. DISCLOSURE

In terms of Regulation 46(2)(h) this Policy shall be disclosed on the Company's website i.e. www.voltamptransformers.com and web link thereto shall be provided in the Annual report of the Company.

7. AMENDMENT

This Policy can be amended, modified, revised or abolished by the Board of Directors of the Company from time to time.
