

## **POLICY FOR DETERMINATION OF MATERIALITY**

Pursuant to Regulation 30 (4) (ii) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015}  
[As approved by the Board of Directors of the Company]

### **Nava Bharat Ventures Limited**

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## 1. Objective

The objective of the Policy is to determine materiality of events or information of Nava Bharat Ventures Limited ("the Company") and to ensure that such information is adequately disseminated in pursuance of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations") and to provide an overall governance framework for such determination of materiality.

This Policy is framed in accordance with the requirements of the Regulation 30 of the Regulations and is adopted by the Board of directors ("the Board") of the Company and applies in respect of disclosure of material events occurring within Nava Bharat Ventures Limited ("the Company") and its subsidiaries.

## 2. Definitions

**"Material Event" or "Material Information"** shall mean such event or information as specified under Regulation 30 read with Schedule III Part A of the Regulations.

Any other term not defined herein shall have the same meaning as defined in the Regulations or any other applicable laws or regulations as amended from time to time.

## 3. Criteria for determining materiality of Events or Information

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 publicly; 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) above are not applicable, an event/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.

#### 4. Materiality Assessment

Materiality must be determined on a case-to-case basis depending on specific facts and circumstances relating to the information /event. The approach for determining materiality will be both qualitative and quantitative criteria, which are outlined in this policy.

Examples of information /event that would normally be regarded as “material information /event” include the following, although the list is not exhaustive:

- Financial performance, financial condition, projections or forecasts;
- Known but unannounced future earnings or losses;
- Significant corporate events, such as a pending or proposed acquisition or joint venture;
- Plans to launch new products or product defects that have significant impact;
- Significant developments involving business relationships with customers, suppliers or other business partners;
- Changes in auditors as per statutory requirement or otherwise;
- Events regarding the Company's securities (such as repurchase plans, stock splits or dividends, changes to the rights of security holders, public or private sales of additional securities or information related to any additional funding);
- Bankruptcies, receiverships or financial liquidity problems;
- Positive or negative developments in outstanding litigation, investigations or regulatory matters with significant impact on financial results;
- Any changes to the Company's Board of Directors or key managerial personnel and key agreements with them; or
- Any significant changes to the Company's capital structure

For the avoidance of doubt, events listed in Para A – Part A of Schedule III of Listing Regulations shall be disclosed to the stock exchanges from time to time without application of the criteria listed below.

For the purpose of assessing whether a particular event/ transaction is “material” the following information will also be considered, although the list is not exhaustive:

- The consideration involved in the transaction as a percentage of the Company's annual revenue;
- The consideration involved in the transaction as a percentage of the Company's fixed assets and as a percentage of the Company's total assets;
- Whether the transaction is in the ordinary course of business;
- Whether a related party is involved in the transaction;

- Whether the transaction is an exit from, or entry into, a significant line of business;
- Other quantitative factors relevant to a transaction.

For the avoidance of doubt, events listed in Para B – Part A of Schedule III of Listing Regulations shall be disclosed to the stock exchanges upon application of the guidelines for materiality as per Regulation 30(4) of the Regulations.

In case where an event occurs or an information is available with the listed entity, which has not been indicated in Para A or B of Part A of Schedule III, but which may have material effect on it, the Company is required to make adequate disclosures in regard thereof.

#### **5. Authorization to KMPs**

The Board of Directors of the Company severally authorized Mr. GRK Prasad, Executive Director and Mr. CV Durga Prasad, Director (Business Development) for the purpose of determining materiality of an event or information and for the purpose of making disclosures to stock exchanges under Regulation 30 and the contact details of such personnel were also disclosed to the stock exchanges and as well as on the Company's website.

The Company Secretary will be the custodian of the disclosure process and the single point of contact for the above signatories who are authorized to determine materiality and make distributions covered by this Policy and will be the custodian of the disclosure process.

#### **6. Review**

This policy will be reviewed and amended as and when required, by the Board.

#### **7. Amendments**

The Board of Directors may subject to the applicable laws amend any provision(s) or substitute any of the provision(s) with the new provision(s) or replace the Policy entirely with a new Policy in consonance with the applicable provisions of any law and the Regulations as may be amended from time to time.

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