

CRAVATEX LIMITED

POLICY FOR DETERMINING MATERIAL SUBSIDIARIES

In terms of Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. INTRODUCTION

The Securities and Exchange Board of India ("SEBI") issued the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as the 'LODR Regulations') on September 02, 2015, effective from December 1, 2015, with an aim to consolidate and streamline the provisions of listing agreements thereby ensuring better enforceability.

In accordance with the Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated this policy for determining material subsidiary of the Company.

2. SCOPE AND EXCLUSION

This Policy sets out the criteria for determining material subsidiary / subsidiaries.

3. POLICY

A subsidiary shall be considered as 'material subsidiary' if its income or net-worth exceeds ten percent of the consolidated income or net-worth respectively, of the Company and its subsidiaries in the immediately preceding accounting year.

This Policy shall come into force with immediate effect and shall be placed on the website of the Company.

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