



POLICY FOR DETERMINING MATERIAL SUBSIDIARY

CHAVDA INFRA LIMITED

CIN: L45204GJ2012PLC072245

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Opp. Hathisingh Wadi, Ambli-Bhopal Road, Ahmedabad 380058

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1. Introduction

This Policy has been formulated in accordance with the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations"), as amended from time to time, for determining Material Subsidiaries of Chavda Infra Limited ("the Company").

2. Applicability

This Policy shall become applicable as and when the Company acquires or incorporates any subsidiary.

3. Criteria for Determining Material Subsidiary

A subsidiary shall be considered material 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.

The Board of Directors shall review the applicability of this Policy from time to time in line with the provisions of the SEBI LODR Regulations.

The Company shall comply with all governance requirements applicable to material subsidiaries under the SEBI LODR Regulations, as amended from time to time.

The Company shall not dispose of shares in its material subsidiary resulting in reduction of its shareholding to less than or equal to fifty percent or cease the exercise of control over such subsidiary without complying with applicable legal requirements.

The Company shall not sell, dispose of or lease assets amounting to more than twenty percent of the assets of a material subsidiary during a financial year without prior approval wherever required under applicable law.

4. Review and Amendment

The Board of Directors may amend this Policy from time to time to ensure compliance with applicable laws and regulations.

5. Policy Approval

This Policy has been approved by the Board of Directors of Chavda Infra Limited at their meeting held on July 20, 2023 and shall come into effect from the date of approval.
