

## **Materiality Policy of Voith Paper Fabrics India Limited**

### **PREAMBLE**

This 'Materiality Policy' is framed in pursuance of the requirements of Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure) Regulations, 2015 (hereinafter referred to as 'Listing Regulations').

### **PURPOSE**

The Board of Directors of the Company has framed and approved the Policy for determining the materiality of an event or information, and for making timely disclosure of the same to the Stock Exchange where the shares of the Company are Listed and to comply with the applicable provisions of Listing Regulations, as amended from time to time.

### **DISCLOSURES**

Disclosures of all events/information as specified under Para A and Para B of Part A of Schedule III to the Listing Regulations, as amended from time-to-time, would be made to the relevant Stock Exchange and would also be simultaneously hosted on the website of the company, in accordance with the applicable provisions of the Listing Regulations.

Events specified under Para A *supra* are deemed material and would be disclosed to BSE Limited without applying any test of materiality, whereas events specified under Para B *supra*, needs to be disclosed only when they would be considered 'Material' as per the criteria given in this Policy.

### **ROLES AND RESPONSIBILITIES**

The relevant employees shall assist the Authorized Person/Company Secretary in identifying any Material Event/Information pertaining to their functional roles, based on application of Materiality Guidelines and report the same to the Authorized Person/Company Secretary for making timely disclosure to the Stock Exchange.

The Authorized Person/Company Secretary shall, upon receiving an information which triggers 'Materiality Guidelines', make necessary disclosures to the Stock Exchange in accordance with the timelines mentioned in Regulation 30(6) and/or any other applicable provisions of Listing Regulation.

### **CRITERIA FOR DETERMINING MATERIALITY**

An event/information would be tested against following parameters, for determining its 'Materiality':

- Significant alteration of an event or information, already available publicly;
- The omission of an event or information, which may result in its discontinuity or invoke significant market reaction, if the said omission came to light at a later date;
- The omission of an event or information, whose value or the expected impact in terms of value, exceeds the lower of the following:
  - 2% of turnover, as per the last audited consolidated financial statements of the Company;
  - 2% of net worth, as per the last audited consolidated financial statements of the Company;

## **Materiality Policy of Voith Paper Fabrics India Limited**

- 5% of the average of absolute value of profit or loss after tax, as per the last 3 audited financial statements of the Company.
- In case where criteria specified above are not applicable, an event/information would be deemed 'Material' if the impact of such event/information is considered as 'Material' by the person authorized by the Board of Directors for this purpose.

### **OCCURRENCE OF EVENT**

Occurrence of an event would be determined on case to case basis, depending on pertinent facts or information, as per following criteria:

- In case approval is needed from Board / Shareholders - When such approval is received/obtained.
- When no such approval is needed - When the relevant employee or person authorized by the Board becomes aware of the occurrence of such information/event.

### **RELEVANT EMPLOYEES**

'Relevant employees' means, Senior Management Personnel as defined under 'Listing Regulations', as amended.

### **AUTHORISED PERSONS**

Any two of the following three designated officials are authorized to determine 'Materiality' of an event/information and to make necessary disclosures to the Stock Exchange under this Policy:

1. Managing Director
2. Financial Controller
3. Company Secretary

The Board shall always have the right to amend this policy at any point of time, whenever it deems necessary to do so.

### **EFFECTIVE DATE**

This Policy has been approved and adopted by the Board of Directors of Voith Paper Fabrics India Limited, at its Meeting held on 8<sup>th</sup> November 2023; and it shall become operative with immediate effect.

This Policy replaces the existing Materiality Policy approved by the Board of Directors at its Meeting held on 6<sup>th</sup> February 2016.

\* \* \* \* \*