DIVIDEND POLICY

Under the Companies Act, 2013, a Company can pay dividends upon a recommendation by its Board of Directors and approval by the Shareholders at the Annual General Meeting of our Company. The Articles of Association of our Company give our Shareholders, the right to decrease, and not to increase, the amount of dividend recommended by the Board of Directors.

The Articles of Association of our Company also gives the discretion to its Board of Directors to declare and pay interim dividends. No Dividend shall be payable for any financial year except out of the profits of our Company in the year in which the dividend is declared or out of the undistributed profits or reserves of the previous years or out of the both. Our Company does not have any formal Dividend Policy for declaration of dividend in respect of the equity shares. The declaration and payment of dividend will be recommended by the Board of Directors and approved by the shareholders of our Company at their discretion and may depend on a number of factors, including the results of operations, earnings, company's future expansion plans, capital requirements and surplus, general financial condition, contractual restrictions, applicable Indian legal restrictions, other factors considered relevant by the board of directors, applicable taxes including dividend distribution tax payable by the company. In past five years, our Company has not declared any interim or final dividend on the Equity Shares inter alia, on account of deployment of our Company's profits towards growth strategies.

Our Company's Corporate Actions pertaining to payment of dividends in the past are not to be taken as being indicative of the payment of dividends by our Company in the future. Dividends are payable within 30 days of approval by the equity shareholders at the Annual General Meeting of our Company. When the dividends are declared, all the equity shareholders whose names appear in the Register of Members of our Company as on the "Record Date" are entitled to be paid the dividend declared by our Company. Any equity shareholder, who ceases to be an equity shareholder after the record date.