



SARDA PLYWOOD INDUSTRIES LIMITED

POLICY FOR DETERMINING MATERIAL SUBSIDIARIES

In terms of Clause 49(V)(D) of the Listing Agreement a subsidiary shall be considered “Material” subsidiary if –

a) The investment of the Company in the subsidiary exceeds 20% of its consolidated net worth as per the audited balance sheet of the previous financial year;

OR

b) The subsidiary has generated 20% of the consolidated income of the Company during the previous financial year.

Presently, Sarada Plywood Industries Ltd (“**the Company**”) does not have any subsidiary company, so the said Clause is not applicable.
