

Policy on Material Subsidiary Companies

1. INTRODUCTION

The Board of Directors of Taneja Aerospace and Aviation Limited (“TAAL or Company”) has adopted this Policy on Material Subsidiary in accordance with the requirement of Regulation 16(1)(c) of the SEBI (LODR) Regulations, 2015 (“SEBI Regulations”).

SEBI through SEBI (LODR) (Amendment) Regulations, 2018 has widened the ambit of material subsidiary to mean a subsidiary whose income or net worth exceeds 10% (from the current 20%) of the consolidated income or net worth, respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

Accordingly, the Board of the Directors of the Company has amended and adopted this “Policy on Material Subsidiary Companies” (“Policy”) of the Company in its meeting held on February 09, 2019.

2. MATERIALITY THRESHOLD

Material subsidiary shall mean a subsidiary, whose income or net worth exceeds 10% of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.

3. EFFECTIVE DATE

This amended Policy shall come into effect from April 01, 2019.