

Policy on Determination of Materiality of Events or Information

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1. Legal Framework

This Policy for Determination of Materiality of Events or Information (the "Policy") is aimed at providing guidelines to the Management of Banka BioLoo Limited (the "Company"), to determine the materiality of events or information, which could affect the investment decisions, and ensure timely and adequate dissemination of information to the stock exchanges.

This Policy has been formulated in accordance with the current guidelines, laid down by Securities Exchange Board of India ("SEBI"), under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), with respect to disclosure of events and information.

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, issued on 2 September 2015, the Board of Directors of the Company approved the "Policy for Determination of Materiality of Events or Information". The Board shall review, and if found required, may amend this Policy from time to time.

2. Objective

The objective of this Policy is to serve as a guiding charter to the Management to ensure timely and adequate disclosure of events or information are made to the investor community by the Company under the Listing Regulations, to enable them to take well-informed investment decisions with regard to the securities of the Company.

3. Applicability

Information relating to material events, and which is price sensitive in nature, shall be promptly disseminated to the stock exchanges. For this purpose, material event means any information, which relates to the Company, and which, if published, is likely to materially affect the price of securities of the Company.

- i. The Company shall make disclosure of events specified in Annexure 1 (events specified in Para A of Part A of Schedule III of the Listing Regulations, and as amended from time to time), without applying any test of materiality to the stock exchanges within specified timelines.
- ii. The Company shall make disclosure of events specified in Annexure 2 (events specified in Para B of Part A of Schedule III of the Listing Regulations, and as amended from time to time), based on application of the guidelines for materiality, to the stock exchanges within

specified timelines, as specified below:

Quantitative criteria would be calculated based on audited financial statements of the last audited financial year, and would mean event/ information, where the value involved or the impact:

- (a) exceeds three per cent of the gross turnover, or*
 - (b) exceeds ten per cent of the net worth*
- whichever is lower.

Qualitative criteria would mean an event/ information

- (a) The omission of an event or information, which is likely to result in discontinuity or alteration of event or information, already available publicly; or*
- (b) The omission of an event or information is likely to result in significant market reaction, if the said omission came to light at a later date;*
- (c) In case where the criteria specified in sub-clauses (a) and (b) are not applicable, an event/information may be treated as being material, if in the opinion of the Board of Directors of the Company, the event / information is considered material.*

- iii. Any other information/event, viz. major development that is likely to affect business, e.g. emergence of new technologies, expiry of patents, any change of accounting policy that may have a significant impact on the accounts, etc. and brief details thereof and any other information, which is exclusively known to the Company, which may be necessary to enable the shareholders of the Company to apprise its position, and to avoid the establishment of a false market in such securities, would be disclosed as advised by the Board from time to time.
- iv. The Company shall make disclosures of any event or information, which, in the opinion of the Board of Directors, is material. In case where an event occurs or information is available with the Company, which has not been indicated in Annexures 1 and 2, but may have material effect on it, the Company would make adequate disclosures in regard thereof.

4. Guidelines on Occurrence of an Event/ Information

The occurrence of material event/information would be either by the Company's own accord, or not in the hands of the Company. It can be categorized as under:

- i. depends upon the stage of discussion, negotiation, or approval and
- ii. in case of natural calamities, disruptions etc., it would depend upon the timing when the

company became aware of the event/information.

In respect of the events under 4(i), the events/information can be said to have occurred upon receipt of approval of Board of Directors, e.g., further issue of capital by rights issuance, and in certain events/information after receipt of approval of both i.e., Board of Directors and shareholders. However, considering the price sensitivity involved, for certain events e.g., decision on declaration of dividends etc., disclosure shall be made on receipt of approval of the event by the Board of Directors, pending shareholders' approval.

In respect of the events under 4(ii), the event/information can be said to have occurred when the Company becomes aware of the event/information, or as soon as, an officer of the entity has, or ought to have reasonably come into possession of the information in the course of the performance of one's duties. The term 'officer' shall have the same meaning as defined under the Companies Act, 2013, and shall also include Promoter of the Company.

5. Disclosure of Material Event/ Information

The Company shall disclose to the stock exchanges all events, specified in Annexure 1, or as soon as reasonably possible, and not later than 24 hours from the occurrence of the event/information. In the event, the disclosure is made after 24 hours of occurrence of the event or information, the Company shall, along with such disclosures, provide an explanation for such delay.

The Company shall make disclosures updating the material developments pertaining to material events on a regular basis, till such time the event is resolved/closed, and to be disclosed to the stock exchanges with relevant explanations.

The Company shall, also, disclose all events or information with respect to subsidiaries, which are material, if any, for the Company.

The Company shall disclose the details of the material event/ information, as provided in SEBI Circular dated 9 September 2015, in respect of details that need to be provided, while disclosing events given in Para A and Para B of Part A of Schedule III of the Listing Regulations, 2015 and amendments, if any, from time to time.

Managing or Executive Director or Company Secretary is authorized to determine materiality of an event/information, and to make disclosures to stock exchanges. The contact details of the Company Secretary have been disclosed to the stock exchanges, and also available on Company's website.

6. Disclosure on the Website of the Company

All such events or information, which have been disclosed to stock exchanges under the Listing Regulations shall be made available on the Company's website. Such event or information shall be placed on the website of the Company for a minimum period of five years.

The Policy and the contact details of the persons authorized by the Board shall be available on the website of the Company.

7. Amendment

The Board of Directors of the Company reserves the right to amend or modify this Policy, in whole or in part, as may be required, at any point of time.

Annexure 1

The following shall be the events, as specified in Para A of Part A of Schedule III of the Listing Regulations, 2015, and as amended from time to time, upon occurrence of which, the Company shall make disclosures to the stock exchanges.

Schedule III, Para A of Part A	Provision
1	Acquisition(s) (including agreement to acquire), Scheme of Arrangement (amalgamation/ merger/ demerger/restructuring), or sale or disposal of any unit(s), division(s) or subsidiary of the company or any other restructuring
2	Issuance or forfeiture of securities, split or consolidation of shares, buyback of securities, any restriction on transferability of securities, or alteration in terms or structure of existing securities, including forfeiture, reissue of forfeited securities, alteration of calls, redemption of securities etc.
3	Revision in Rating(s)
4	Outcome of Meetings of the Board of Directors, within 30 minutes of the closure of the meeting, held to consider: <ol style="list-style-type: none"> 1. dividends and/or cash bonuses recommended or declared or the decision to pass any dividend, and the date on which dividend shall be paid/dispatched 2. any cancellation of dividend with reasons thereof 3. the decision on buyback of securities 4. the decision with respect to fund-raising, proposed to be undertaken 5. increase in capital by issue of bonus shares through capitalization, including the date on which such bonus shares shall be credited/ dispatched 6. reissue of forfeited shares or securities, or the issue of shares or securities held in reserve for future issue, or the creation in any form or manner of new shares or securities, or any other rights, privileges or benefits to subscribe to 7. short particulars of any other alterations of capital, including calls 8. financial results 9. decision on voluntary delisting by the Company from stock exchange(s)
5	Agreements which are binding and not in normal course of business, revisions or amendments and terminations thereof (viz. shareholder agreements, joint venture agreements, family settlement agreements, contracts with media companies)
6	Fraud/defaults by promoter or key managerial personnel or by Company, or arrest of key managerial personnel or promoter <ul style="list-style-type: none"> - at the time of unearthing of fraud or occurrence of the default / arrest - subsequently, intimate the stock exchange(s) further details regarding fraud/default/arrest
7	Change in directors, key managerial personnel (Managing Director, Chief Executive Officer, Chief Financial Officer, Company Secretary etc.), Auditor and Compliance Officer
8	Appointment or discontinuation of share transfer agent
9	Corporate debt restructuring
10	One-time settlement with bank(s)
11	Reference to BIFR and winding-up petition filed by any party / creditors
12	Issuance of notices, call letters, resolutions and circulars sent to shareholders, debenture holders or creditors or any class of them or advertised in the media by the Company
13	Proceedings of annual and extra-ordinary general meetings of the Company
14	Amendments to Memorandum and Articles of Association of the Company, in brief
15	Schedule of analyst or institutional investor meet and presentations on financial results made by the Company to analysts or institutional investors

Annexure 2

The following shall be the events, as specified in Para B of Part A of Schedule III of the Listing Regulations, 2015, and as amended from time to time, upon occurrence of which, the Company shall make disclosures to the stock exchanges, based on application of the guidelines for materiality.

Schedule III, Para B of Part A	Provision
1	Commencement or postponement in the date of commencement of commercial production or commercial operations of any unit/division
2	Change in the general character or nature of business brought about by arrangements for strategic, technical, manufacturing, or marketing tie-up, adoption of new lines of business or closure of operations of any unit /division (entirety or piecemeal)
3	Capacity addition or product launch
4	Awarding, bagging/ receiving, amendment or termination of award / bagged orders/contracts, not in the normal course of business
5	Agreements (viz. loan agreement(s) (as a borrower) or any other agreement(s), which are binding, and not in normal course of business and revision(s) or amendment(s) or termination(s) thereof
6	Disruption of operations of any one or more unit or division of the Company due to natural calamity (earthquake, flood, fire etc.), force majeure, or events such as strikes, lockouts etc.
7	Effect(s) arising out of change in the regulatory framework applicable to the Company
8	Litigation(s) / dispute(s) / regulatory action(s), with impact
9	Fraud/defaults etc. by directors (other than key managerial personnel) or employees of Company
10	Options to purchase securities, including any ESOP/ESPS scheme
11	Giving guarantees or indemnity, or becoming a surety for any third party
12	Granting, withdrawal, surrender, cancellation or suspension of key licenses or regulatory approvals

Contact Details of KMP who are authorized for the purpose of determining the materiality of an event or information and for the purpose of making disclosures to the Stock Exchange as required under Regulation 30(5)

1. Mr. T V Rama Krishna
Executive Director & CFO
Email: finance@bankabio.com
2. Sri Bala Aditya Yanamandra
Company Secretary and Compliance Officer
Email: investor.relations@bankabio.com

Contact: +91 7780301502

This policy was adopted by the Board of Directors, in their meeting held on 27 July 2020.
