



MAX ESTATES LIMITED

(CIN : U70200PB2016PLC040200)

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POLICY FOR DISCLOSURE OF MATERIAL EVENTS AND INFORMATION

I. PREAMBLE

At Max Estates Limited (the “**Company**”), we are committed to provide timely accurate and factual disclosure in respect of the Material Events and/or Information (defined below) to our stakeholders in accordance with Applicable Laws.

The Equity Shares of the Company are listed on the Stock Exchanges. As per the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘Listing Regulations’), the Company is required to formulate a policy for determining materiality of events or information which are required to be disclosed to its the Stock Exchanges and its investors in a fair and transparent manner.

The Company aims to fulfill its responsibility to the Stock Exchanges and investors by identifying and disclosing Material Events and/or Information about the Company in this Policy for Disclosure of Material Events and Information (“**the Policy**”).

II. DEFINITIONS

“**Applicable Laws**” shall mean the (i) Listing Regulations, (ii) Other SEBI Laws, (iii) Companies Act, 2013 and (iv) the Companies Act, 1956, along with relevant rules, regulations and amendments thereto issued from time to time;

“**BSE**” shall mean BSE Limited;

“**Board**” shall mean the Board of Directors of the Company;

“**CFO**” or “**Chief Financial Officer**” shall mean the Chief Financial Officer of the Company appointed in terms of Section 203 of the Companies Act;

“**CEO**” or “**Chief Executive Officer**” shall mean the Chief Executive Officer of the Company appointed in terms of Section 203 of the Companies Act;

“**Companies Act**” shall mean the Indian Companies Act, 2013 and “**Old Companies Act**” shall mean the Indian Companies Act, 1956;

“**Equity Shares**” shall mean the equity shares of the Company listed under the NSE and the BSE;

“**KMP**” shall mean the Key Managerial Personnel of the Company, including the CEO, CFO, Company Secretary and any other personnel designated as such under the Companies Act;

“**Material Event and/or Information**” shall mean the material event and/or information of the Company which is designated as such as per Applicable Laws and the Policy;

“**Material Disclosures**” shall mean disclosure of Material Events and/or Information in accordance with this Policy and/or Applicable Laws;

“**NSE**” shall mean the National Stock Exchange India Limited;

“**Other SEBI Laws**” shall mean the (i) SEBI Act, 1992, (ii) Securities Contracts (Regulation) Act, 1956, (iii) Depositories Act, 1996, and any rules, regulations issued thereunder, and any amendments issued thereto from time to time;

“**Listing Regulations**” shall mean the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015; and

“**Stock Exchanges**” shall mean the NSE and the BSE.

III. PURPOSE

The purpose of this Policy is as follows:

- (i) to identify Material Events and/or Information which are required to be disclosed as Material Disclosures;
- (ii) to identify the Authorized Persons who will determine and disclose the Material Events and/or Information and the powers and authority of such Authorized Persons; and
- (iii) ensure that the Company shall make all adequate disclosures for such Material Events and/or Information to the relevant Stock Exchanges in accordance with Applicable Laws, including without limitation the Listing Regulations.

IV. WHO IS COVERED UNDER THIS POLICY?

The Board has nominated the following persons (“**Authorized Persons**”) to determine the Material Event and/or Information and make Material Disclosures in respect thereof:

- (i) Managing Director and/or CEO;
- (ii) Chief Financial Officer; and

- (iii) Company Secretary.

Each of the above Authorized Persons is authorized to make all relevant Material Disclosures to the Stock Exchanges in accordance with this Policy.

V. WHAT IS MATERIAL EVENT AND/OR MATERIAL INFORMATION?

Material Events and/or Information include such events and/or Information which relate to the Company's business, operations or the performance of which has a significant effect on the securities investments decisions.

Such Material Events and/or Information include the following:

- (i) Material Events or Information to be disclosed on the Materiality Principle, as are specified in **Annexure I**; and
- (ii) Material Events or Information to be disclosed without Materiality Principle as are specified in **Annexure II**.

VI. WHAT ARE THE GUIDELINES FOR ASSESSING MATERIALITY OF A MATERIAL EVENT AND/OR MATERIAL INFORMATION?

The Company shall evaluate a particular information or event in accordance with the various criteria and/or tests, specified below to evaluate whether an event or an information is a Material Event and/or Information, an shall accordingly make disclosures as per Applicable Laws. In circumstances where the Board and/or the Authorized Persons determine that the Quantitative Criteria may not be applicable, Post Omission Criteria test may be applied to determine materiality. If a particular information or event satisfies any of the qualitative or quantitative criteria, the Company shall disclose the same to the Stock Exchanges.

- (i) **Materiality Criteria.** The Authorized Persons shall give due importance to the following to determine the "Materiality" on a case by case basis depending on the facts and circumstance of such Material Event and/or Material Information, both quantitative and post omission criterion shall be determined.
- (ii) **Quantitative Criteria.** Authorized Persons shall have the authority to review the quantitative materiality criteria specified in **Annexure I** and revise as per Applicable Laws.
- (iii) **Post Omission Criteria:** The Authorized Persons shall consider the following criteria for determination of Material Events and/or Information, if by omitting an event and/or information, the following may result or occur:
 - a) Discontinuation or an event which has become public knowledge and is already available publicly; and/or

- b) Significant market reaction is likely to be generated if such omission was brought to public knowledge.
 - c) In the absence of a) or b), if the Board considers that such event or information is required to be disclosed
- (iv) Notwithstanding the above, the Board may categorise an event and/or information as a Material Event and/or Information if the Board considers that such event or information is required to be disclosed.

VII. WHEN WILL THE DISCLOSURES BE MADE?

Disclosures within Specified Time: The Authorized Persons shall make all disclosures within the time specified as per Applicable Laws.

Disclosures within 24 Hours: The Authorized Persons shall make disclosure of all Material Events and/or Information listed in **Annexure I & II** without delay, within 24 hours of the occurrence of such Material Event and/or Information. In the event there is any delay in making any such disclosure, the Authorized Persons shall provide adequate reasons and explanation for the occurrence of such delay along with the disclosure.

Provided further that disclosure with respect to events specified in sub-para 4 of **Annexure – II** shall be made within thirty minutes of the conclusion of the Board Meeting.

Updates on Material Developments: The Company shall make disclosure, along with relevant explanations, for updating material developments in respect of the Material Events and/or Information on a regular basis, till such time the Material Event and/or Information is resolved/ closed.

VIII. WHERE WILL THE DISCLOSURES BE MADE?

The Authorized Persons shall make the disclosures on the Stock Exchanges, and on the Company Website, for such duration as is prescribed under Applicable Laws.

In the event the Applicable Laws require that disclosures shall be made at any other authority or locations, the Company shall make disclosures at such locations and/or authorities as per Applicable Laws.

IX. WHAT IS THE AUTHORITY OF THE AUTHORISED PERSONS?

The Authorized Persons shall have the following powers and responsibilities:

- (i) Continuously identify, assess and review Material Events and/or Information on the basis of facts and circumstances in accordance with this Policy and Applicable Laws
- (ii) Periodically determine the appropriate time to make Material Disclosures to the Stock Exchanges upon Identification of a Material Event and/or Material Information

- (iii) Make Material Disclosures and provide relevant material developments, or explanations in respect of a Material Event and/or Material Disclosure to the Stock Exchanges till such time as the development is resolved/closed
- (iv) Evaluate such other events or information (other than the Material Event and/or Material Information) which requires disclosures

X. GUIDELINES TO THE AUTHORIZED PERSONS

The Authorized Persons shall adhere to the following guidelines and principles for determining the Material Events and/or Information prior to making the disclosures:

- (i) **Adequacy & Timeliness:** Make adequate, accurate, explicit, and timely disclosures as prescribed in this Policy and Applicable Laws from time to time.
- (ii) **Adherence to Applicable Laws:** the Company shall abide by all the provisions of the applicable laws including the securities laws and also such other guidelines as may be issued from time to time by the Board and the Stock Exchange(s) in this regard and as may be applicable.
- (iii) **Fairness:** Ensure fairness and make wide dissemination of relevant information avoiding selective disclosure.
- (iv) **Transparency:** Provide and make disclosures of all material information for determining the Material Events and/or Information with sufficient details that fosters investors' confidence. Channels for disseminating information shall provide for equal, timely and cost efficient access to relevant information by investors.
- (v) **Accounting Information.** Accounting related information shall be prepared and disclosed in accordance with applicable standards of accounting and financial disclosure. The Company shall implement the prescribed accounting standards in letter and spirit in the preparation of financial statements taking into consideration the interest of all stakeholders and shall also ensure that the annual audit is conducted by an independent, competent and qualified auditor.
- (vi) **Relevant Information.** Filings, reports, statements, documents and information which are event based or are filed periodically shall contain relevant information, having due regard to the nature of filing and information that shall enable investors to track the Company performance at any point of time and over regular intervals of time.
- (vii) **Confidentiality:** Adhere to the provisions in Section XI of this Policy while making disclosures.
- (viii) **Ascertain Need To Know Basis:** Ensure that all the price sensitive information is made available only on a need to know basis and provide guidance to such relevant persons who may have the reasonable and required means to handle such information.

- (ix) **Materiality:** Ensures that all materiality information is made generally available.
- (x) **True Disclosures:** Ensure and be reasonably satisfied that no misleading, untrue or misrepresentation of any information is being provided while making the disclosures. The Company shall refrain from misrepresentation and ensure that the information provided to the Stock Exchange(s) and investors is not misleading.
- (xi) **Expert Opinion.** If any part of the disclosure includes quotes from a report statement or opinion made by an expert, the same should be clearly provided for making such disclosure He should ensure that written consent of the expert to the use of the report statement or opinion in the disclosure has been obtained.

XI. CONFIDENTIALITY

If the Board and/or the Authorized Persons are of the opinion that an issue of an announcement is unduly detrimental to the Company's interest, and that maintaining the confidentiality of price sensitive information having regard to the disclosure obligations under this Policy, it may determine the period for which the confidentiality shall be maintained and may issue appropriate directions to ensure that the following are maintained:

- (i) all the connected persons who are aware of such information, know that it is confidential and they are obligated to keep the material facts confidential.
- (ii) there is no selective disclosure of confidential material information to third parties.
- (iii) no one with the knowledge of material information has traded in the Securities of the Company and in the securities of other company affected by material information and causing connected person to refrain from the trading in the Securities till the information is made public.

XII. ASSESSMENT AND AMENDING POLICY

The Company shall review this Policy periodically, in accordance with Applicable Laws, and may issue revised Policy in respect of the subject matter from time to time.

XIII. QUERIES AND CLARIFICATIONS

Any queries or clarifications in relation to this Policy may be addressed to the Company Secretary of the Company.

ANNEXURE I

MATERIAL EVENTS OR INFORMATION TO BE DISCLOSED ON THE MATERIALITY PRINCIPLE (AS PER LISTING REGULATIONS)

1. Commencement or any 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 awarded/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 units or division of the listed entity 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 listed entity
8. Litigation(s) / dispute(s) / regulatory action(s) with impact.
9. Fraud/defaults etc. by directors (other than key managerial personnel) or employees of listed entity.
10. Options to purchase securities including any ESOP/ESPS Scheme.
11. Giving of guarantees or indemnity or becoming a surety for any third party.
12. Granting, withdrawal, surrender, cancellation or suspension of key licenses or regulatory approvals.
13. 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 listed entity which may be necessary to enable the holders of securities of the listed entity to appraise its position and to avoid the establishment of a false market in such securities.

ANNEXURE II

MATERIAL EVENTS OR INFORMATION TO BE DISCLOSED WITHOUT THE MATERIALITY PRINCIPLE (AS PER LISTING REGULATIONS)

1. Acquisition (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. Explanation- For the purpose of this sub-para, the word 'acquisition' shall mean-
 - (i) acquiring control, whether directly or indirectly; or,
 - (ii) acquiring or agreeing to acquire shares or voting rights in, a company, whether directly or indirectly, such that –
 - a) the Company holds shares or voting rights aggregating to five per cent or more of the shares or voting rights in the said company, or;
 - b) there has been a change in holding from the last disclosure made under sub-clause (a) of clause (ii) of the Explanation to this sub-para and such change exceeds two per cent of the total shareholding or voting rights in the said company.
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: The Company shall disclose to the Exchange(s), within 30 minutes of the closure of the meeting, held to consider the following:
 - (i) 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;
 - (ii) any cancellation of dividend with reasons thereof;
 - (iii) the decision on buyback of securities;
 - (iv) the decision with respect to fund raising proposed to be undertaken
 - (v) increase in capital by issue of bonus shares through capitalization including the date on which such bonus shares shall be credited/dispatched;
 - (vi) 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;
 - (vii) short particulars of any other alterations of capital, including calls; h) financial results;
 - (viii) decision on voluntary delisting by the Company from stock exchange(s).

5. Agreements (viz. shareholder agreement(s), joint venture agreement(s), family settlement agreement(s) (to the extent that it impacts management and control of the Company), agreement(s)/ treaty(ies)/ contract(s) with media companies) which are binding and not in normal course of business, revision(s) or amendment(s) and termination(s) thereof.
6. Fraud/defaults by promoter or key managerial personnel or by listed entity or arrest of key managerial personnel or promoter.
7. Change in directors, KMP, Auditor and Compliance Officer.
8. Appointment or discontinuation of share transfer agent.
9. Corporate debt restructuring.
10. One time settlement with a bank.
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 extraordinary general meetings of the Company.
14. Amendments to memorandum and articles of association of listed entity, in brief.
15. Schedule of Analyst or institutional investor meet and presentations on financial results made by the Company to analysts or institutional investors.
