



NECTAR LIFESCIENCES LIMITED
CIN: L24232PB1995PLC016664

Policy for determining Material Subsidiaries

1. PREAMBLE

The revised clause 49 of the Listing Agreement has been issued by the Securities and Exchanges Board of India (SEBI) vide circular dated April 17, 2014 and further amended vide circular dated September 15, 2014. The revised clause as amended is applicable from October 1, 2014. As per the revised clause, it is mandatory for every listed company to formulate a policy for determining 'material' subsidiaries and such policy shall be disclosed on the company's website and a web link thereto shall be provided in the Annual Report. Accordingly the company has formulated this policy which is to be approved by the Board of Directors and amended as and when they deem think fit as per extant provisions of law regulating this policy.

2. POLICY

"A subsidiary shall be considered as material if the investment of the Company in the subsidiary exceeds twenty per cent of the consolidated net worth as per the audited consolidated balance sheet of the previous financial year or if the subsidiary has generated twenty per cent of the consolidated income of the Company during the previous financial year."