

ESAAAR (INDIA) LIMITED

POLICY FOR DETERMINING MATERIAL SUBSIDIARY

PURPOSE:

This policy is formulated as per requirements of Clause 49 V D of listing agreement with stock exchanges for the purpose of determining material subsidiaries of the Company.

CRITERIA:

For the purpose of this policy, a subsidiary shall be considered material if the investment of the Company in such subsidiary exceeds 20% of the Company's consolidated net worth as per the audited balance sheet of the previous financial year or if such subsidiary has generated 20% of the consolidated income of the Company during the previous financial year.

DISCLOSURE OF THE POLICY:

This Policy shall be uploaded on the Company's website for public information and a web link for the same shall also be provided in the Annual Report of the Company.

REVIEW:

The Board will review this policy and make such revisions as may be required or deemed necessary from time to time by reason of any changes in applicable statutory provisions