



# Alkyl Amines Chemicals Limited

## Dividend Distribution Policy

### REVISION HISTORY

Version	Description	Effective date	Approved on
V.0	Dividend Distribution Policy	April 1, 2020	February 6, 2020

## **1. SCOPE AND OBJECTIVE**

As per Regulation 43A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), the top 500 listed companies, based on market capitalisation as at the end of every financial year, are required to formulate and adopt a Dividend Distribution Policy to govern various aspects pertaining to distribution of dividend.

In accordance with this requirement, the Board of Directors (the Board) of Alkyl Amines Chemicals Limited (the Company) has approved this Dividend Distribution Policy (the Policy) on February 6, 2020.

The objective of this Policy is to provide the policy framework for declaration and payment of dividend in the best interests of the shareholders and the Company.

This policy will be applicable to interim and final dividend payouts by the Company.

The Dividend shall be declared and paid in accordance with the provisions of Companies Act, 2013, relevant rules thereunder and any other law for the time being applicable for declaration and payment of Dividend.

## **2. CIRCUMSTANCES UNDER WHICH THE SHAREHOLDERS MAY OR MAY NOT EXPECT DIVIDEND**

The Board may decide not to declare or recommend dividend to the shareholders:

- a) due to restrictions under any other law in force;
- b) if the Board is of the view that it would be prudent to conserve the capital for the ongoing or planned business expansion;
- c) any other factors or circumstance in which the Board does not deem it expedient to recommend any dividend.

The Board of Directors while determining the dividend to be declared or recommended shall take into consideration advice of senior management executives.

## **3. PARAMETERS TO BE CONSIDERED BEFORE DECLARING DIVIDEND**

### **Internal Factors:**

The Board shall take into account various relevant internal factors including financial parameters while declaring dividend, which inter alia may include the –

- Profits earned during the year and availability of retained earnings with the company
- Cash flow and liquidity position of the company
- Opportunities for investment of the funds of the Company for future growth
- Expected future capital requirements
- Any other relevant factors

**External Factors:**

The Board of Directors of the Company would consider the state of the capital markets, prevailing economic conditions, statutory and regulatory requirements/changes, the tax laws and technological changes that may require new investments.

**4. UTILISATION OF RETAINED EARNINGS**

The Board of Directors may approve utilization of retained earnings for future growth and expansion plans of the Company. The Board shall endeavor to utilize the retained earnings considering the balanced interest of Company and its shareholders.

**5. PARAMETERS THAT SHALL BE ADOPTED WITH REGARD TO VARIOUS CLASSES OF SHARES**

The Company has issued only one class of shares i.e. Equity Shares. If and when the Company decides to issue other class of shares, parameters for dividend declaration for the same will be as per respective terms of issue and in accordance with applicable regulations.

**6. AMENDMENT**

The Board may from time to time make any change in, or amendment to this policy as may be required.