

POLICY ON THE MATERIALITY OF EVENTS

POLICY FOR DETERMINATION AND DISCLOSURE OF MATERIAL EVENTS

1. Preamble, Objective and Scope:

The policy is framed in accordance with the requirement of Regulation 30 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

The objective of the Policy is to:

- a.) Defining the events which are of crucial nature which affect the investor decision of making investment in the company.
- b.) Affixing the events which may affect the investor rights and need to be known by them.
- c.) Determine the materiality and disclosure of events and information based on the criteria specified in the Listing Regulations.
- d.) Ensure compliance of disclosure obligation
- e.) Material disclosures to the investors of the company on time
- f.) To promote investor confidence in the integrity of the Company and its securities.

2. Disclosure of material events or information

The Company shall ensure prompt disclosure of all material events/ information to the stock exchange where the securities of the company are listed within twenty four hours from the occurrence of such event.

The event and information as specified in Para A of of Schedule III shall be disclosed without any application of guideline of materiality.

The event and information that is to be disclosed based on the materiality principle are specified in Annexure- I.

The event/ information will be considered material as specified in Annexure- I, where the value or the impact:

- a.) Exceeds 10% of the consolidated gross income.
- b.) Exceeds 10% of the consolidated net worth.

Whichever is lower.

3. Criteria for determining materiality

The company shall follow the following criteria as specified in sub regulation 30(4) (i) for the determination of materiality:

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- 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; or
- c.) Where the criteria specified in sub- section (a) and (b) are not applicable, an event/ information may be treated as being material, if in opinion of the board of directors of the Company or the person(s) authorized by the board of directors, the event/ information is considered material.

4. Responsibility for determination of materiality of events/ information

The Board of Directors of the Company or the person duly authorized in this regard shall be responsible for determining the materiality and prompt disclosure of event and ensuring overall compliance of this policy.

5. Exception to the disclosure of material events or information

The provision of the policy shall not be applicable on any event/ information, disclosure of which shall be a breach of law.

6. Disclosures by the Company

The policy shall be hosted on the website of the Company at www.fmecinternational.com and shall be disclosed on the website of BSE under the heading Corporate Announcements.

7. General

The Board of Directors of the Company shall be jointly authorized to amend this policy and to give effect to any changes/ amendments notified by SEBI from time to time, in this regard. Such amended policy shall be periodically placed before the Board for noting and ratification. Any question and clarification relating to this policy should be addressed to the Company at www.fmecinternational@gmail.com

The Board has readopted the same in the meeting of its Board of Directors dated 10th February, 2017.

For and on behalf of

F Mec International Financial Services Limited

Bimal Aggarwal
Managing Director
DIN: 00361883



ANNEXURE- I

1. Commencement or any postponement in the date of commencement of Commercial production or commercial operations of any unit/ division other than in the ordinary course of business;
2. Change in general Character of 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 (entirely or piecemeal).
3. Capacity addition or product launches other than in ordinary course of business.
4. Awarding, bagging/ receiving, amendment or termination of awarded/ bagged orders/ contracts not in 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 amendments or termination thereof.
6. Disruption of operations of any one or more units 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 regulatory framework applicable to the Company.
8. Litigation(s)/ dispute(s) / regulatory action(s).
9. Fraud/ defaults etc by directors (other than key managerial personnel) or employees of the Company.
10. Options to purchase securities including any ESOP/ ESPS Scheme.
11. Giving of guarantee or indemnity or becoming a surety for any third party.
12. Granting, withdrawal, surrender, cancellation or suspension of key license or regulatory approvals.

