

Devrup Trading Limited

Dividend Distribution Policy

1. INTRODUCTION

The Board of Directors shall recommend dividend in compliance with this policy, the provisions of the Companies Act, 2013 and Rules made thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable legal provisions

2. DIVIDEND PAYOUT POLICY

The Board of Directors propose to formulate Dividend Distribution Policy.

Dividend will be declared out of the current year's Profit after Tax of the Company.

Only in exceptional circumstances including but not limited to loss after tax in any particular financial year, the Board may consider utilizing retained earnings for declaration of dividends, subject to applicable legal provisions.

'Other Comprehensive Income' (as per applicable Accounting Standards) which mainly comprises of unrealized gains/losses, will not be considered for the purpose of declaration of dividend.

The Board will endeavor to achieve a dividend payout ratio (including all applicable taxes on distribution of such dividend) in the range of 15% to 30% of the Consolidated Profit after Tax, net of dividend payout to preference shareholders, if any.

3. FACTORS TO BE CONSIDERED FOR DIVIDEND PAYOUT

The Board will consider various internal and external factors, including but not limited to the following before making any recommendation for dividends:

- Stability of earnings;
- Cash flow from operations;
- Consolidated net operating profit after tax;
- Working capital requirements;
- Future capital expenditure, inorganic growth plans and reinvestment opportunities;
- Resources required to fund acquisitions and/or new business;
- Industry outlook and stage of business cycle for underlying businesses;
- Leverage profile and capital adequacy metrics;
- Overall economic / regulatory environment;
- Contingent liabilities;
- Buyback of shares or any such alternate profit distribution measure;
- Any other contingency plans

4. GENERAL

Retained earnings will be used inter alia for the Company's growth plans, working capital requirements, debt repayments and other contingencies.

The dividend distribution shall be in accordance with the applicable provisions of the Companies Act, 2013, rules framed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other legislations governing dividends and the Articles of Association of the Company, as in force and as amended from time to time.

This policy would be subject to revision / amendment on a periodic basis, as may be necessary
