

DIVIDEND

DISTRIBUTION POLICY

OF

SVP GLOBAL VENTURES LIMITED

Introduction:-

SEBI vide its notification dated 05th May 2021 made it mandatory for the Top 1000 companies, based on market capitalization (calculated as on 31st March of every financial year) to formulate and adopt a Dividend Distribution Policy. Accordingly, SVP Global Ventures Limited, being among the top 1000 companies based on the market capitalization as on March 31, 2021 has formulated this Policy.

Objective:-

Dividend is the payment made by a Company to its shareholders, usually in the form of distribution of its profits. The profits earned by the Company can either be retained in business or used for acquisitions, expansion or diversification, or it can be distributed to the shareholders. The Company may choose to retain a part of its profits and distribute the balance among its shareholders as dividend. This Policy aims to reconcile between all these needs.

The objective of this policy is to ensure a regular dividend income for the shareholders and long term capital appreciation for all stakeholders of the Company. The Company would ensure to strike the right balance between the quantum of dividend paid and amount of profits retained in the business for various purposes. The Board of Directors will refer to the policy while declaring / recommending dividends on behalf of the Company.

Definitions:-

“Applicable Law” means any law, rules, regulations, circulars, guidelines or standards under which the policy has been formed.

“Board” in relation to the company, means the collective body of the directors of the company.

“Company” refers to SVP Global Ventures Limited

“Dividend” refers to Interim Dividend & Final Dividend

“Final Dividend” is declared once for the financial year after the annual accounts are prepared.

“Interim Dividend” is declared during the financial year of the Company as and when considered appropriate by the Board of Directors.

➤ Factors to be considered while declaring dividend:-

The factors that will be considered while arriving at the quantum of dividend will be as

follows:

Internal Factors:-

- Profits earned during the year;
- Present & future Capital requirements of the existing businesses
- Operating Cash flows requirement;
- Working Capital requirement;
- Capital Expenditure requirement;
- Brand / Business Acquisitions;
- Expansion / Modernization of existing businesses
- Additional investments in subsidiaries/associates of the Company
- Fresh investments into external businesses
- Any other factor as deemed fit by the Board

External Factor:-

- Any Legal requirements
- State of Economy
- Favourable/Unfavourable Capital Markets
- Statutory Restrictions

➤ **UTILIZATION OF RETAINED EARNINGS**

Retained earnings may be utilized by the Company for any of the following:

- (i) Business expansion and upgradation – Expansion and modernization of production facilities, product development, market expansion, business promotion and related activities.
- (ii) Payment of Dividend, Buy back of shares etc.
- (iii) Investments and new business opportunities.
- (iv) Meeting financial emergencies and other contingencies.
- (v) Any other purpose as may be deemed proper by the Board of Directors.

➤ **Others:-**

The final dividend shall be recommended by the Board and shall be approved by the Shareholders in the Annual General Meeting.

Interim Dividend, if any, shall be declared by the Board after considering the financial position of the Company.

The dividend shall be paid within 30 days from the date of declaration to the Shareholders.

The dividend distribution shall be in accordance with the applicable provisions of the Companies Act, 2013 and Rules framed hereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended from time to time.

To the extent any modification is required in terms of the applicable law, the Chairman of the Company or the Whole time Directors of the Company shall be authorised jointly/severally to review and amend the Policy.