



Lancer Container Lines Ltd.

DIVIDEND DISTRIBUTION POLICY

The Board of Directors of Lancer Container Lines Limited (“The Company”) at its meeting held on August 12, 2024 had adopted this Dividend Distribution Policy as per the Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) including any statutory modification(s) and/or re-enactment(s) thereof for the time being in force.

OBJECTIVE

The objective of this Policy is to lay down the parameters to be considered by the Board of Directors of the Company prior to recommending and declaring dividend, in a manner which ensures regular return on investment to the shareholders in the form of dividend and also provides adequate capital for reinvesting in the business to generate wealth for all stakeholders in a sustainable manner.

PARAMETERS

The Board would, inter alia, consider the following Business & Financial parameters and Internal & external factors before declaring dividend(s) or recommending dividend(s) to the shareholders:

CIRCUMSTANCES UNDER WHICH THE SHAREHOLDERS MAY OR MAY NOT EXPECT DIVIDEND

The Board of Directors of the Company, while declaring or recommending dividend shall take into consideration the advice of the executive management of the Company and the planned and further investments for growth, ensure compliance with statutory requirements under applicable laws including the provisions of the Companies Act, 2013 and Listing Regulations.

The Board of Directors of the Company may not declare or recommend dividend for a particular period if it is of the view that it would be prudent to conserve capital for the ongoing or planned business expansion or other factors which may be considered by the Board.

BUSINESS & FINANCIAL PARAMETERS & INTERNAL FACTORS

The Board of Directors of the Company shall consider the following financial / internal parameters while declaring or recommending dividend to shareholders:

1. Adverse market conditions and business uncertainty;
2. Inadequate cash balance, Inadequate profits earned during the financial year;
3. Profits from previous financial year(s) and Current year profits arrived at after providing for depreciation in accordance with the provisions of Section 123 and other applicable provisions, if any, of the Companies Act, 2013 read with the Rules issued thereunder;
4. Projected operating free cash flow generation after taking into account fund requirements for working capital needs of the business;

CIN: L74990MH2011PLC214448

Registered Office : Mayuresh Chambers Premises Co-Operative Society Ltd, Unit No.H02-2, H02-3 & H02-4, Plot No.60, Sector-11, CBD Belapur, Navi Mumbai-400614 Tel.: +91 22 2756 6940/41/42 Web.:

www.lancerline.com

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Lancer Container Lines Ltd.

5. Funding requirements for capital expenditure, any organic and inorganic growth opportunities, other business needs to be pursued by the Company; and
6. Past Dividend trends.

EXTERNAL FACTORS:

The Board of Directors of the Company shall consider the following external parameters while declaring or recommending dividend to shareholders:

1. Macro-economic conditions and general business environment;
2. Technological changes which necessitate significant new investments in any of the businesses in which the Company is engaged.
3. Prevailing legal requirements, regulatory conditions or restrictions laid down under the applicable laws including tax laws; and
4. Other factors and/or material events which the Board of Directors may consider necessary to consider from time to time.

UTILISATION OF RETAINED EARNINGS

The Company shall endeavour to utilise the retained earnings in a manner which shall be beneficial to the interests of the Company and also its shareholders.

The Company may utilise the retained earnings for making investments for future growth and expansion plans, for the purpose of generating higher returns for the shareholders or for any other specific purpose, as approved by the Board of Directors of the Company.

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

The Company has issued only one class of shares viz. equity shares. In future, if the company issues multiple classes of shares, the parameters of the dividend distribution in respect of any other class of shares will be as per the respective terms of issue and in accordance with the applicable regulations-

REVIEW & AMENDMENTS OF THE POLICY

This policy will be reviewed periodically by the Board and if revised, the Company will announce such changes. The Board may, from time to time, make amendments to this Policy to the extent required due to change in applicable laws and Listing Regulations or as deemed fit on a review.

WEBSITE

The Policy shall be disclosed on the website of the company.

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