

NESCO LIMITED- POLICY FOR DETERMINING MATERIAL SUBSIDIARY

1. PURPOSE:

This policy is formulated as per requirements of Clause 49(V)(D) of the Listing Agreement with the Stock Exchanges for the purpose of determining material subsidiaries of the Company.

2. CRITERIA:

For the purpose of this policy, a subsidiary shall be considered material if -

- (a) Investment of the Company in such subsidiary exceeds 20% of the Company's consolidated net worth as per the audited balance sheet of the previous financial year; or
- (b) If such subsidiary has generated 20% of the consolidated income of the Company during the previous financial year.

3. DISCLOSURE OF THE POLICY:

This Policy shall be uploaded on the Company's website www.nesco.in for public information and a web link for the same shall also be provided in the Annual Report of the Company.

4. REVIEW:

The Board will review this policy and make such revisions as may be required or deemed necessary from time to time by reason of any changes in applicable statutory provisions.



For NESCO LIMITED

Ashok R. Yadav
**(Ashok R. Yadav)
Company Secretary and
Compliance Officer**