



CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT MEETING OF THE BOARD OF DIRECTORS OF SPAZIO FORMULATIONS LIMITED HELD ON MONDAY, APRIL 03, 2023 AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT B-311, EMPIRE BUSINESS HUB, SCIENCE CITY ROAD, SOLA, AHMEDABAD - 380 060, GUJARAT, INDIA AT 4.00 P.M.

MATERIALITY DISCLOSURE:

Materiality of Outstanding Litigations involving the Company and its Directors, Promoters and Group Companies.

It was noted that SEBI ICDR Regulations inter-alia mandate that the Offer Documents must contain disclosures pertaining to all criminal proceedings, all actions by statutory/ regulatory authorities and tax related litigations involving the issuer, its directors, promoters and group companies. Further, the Board must define a materiality policy to determine the other pending material outstanding litigations involving the Company, its directors, promoters and group companies, which need to be disclosed in the Draft Prospectus, the Prospectus or any other offer documents, including other documents related to the proposed initial public offering (collectively "Offer Document") in relation to its proposed initial public offering. The Board has to consider and approve the materiality policy based on which the said outstanding litigations shall be disclosed in the offer document. After discussions, the Board passed the following resolutions unanimously:

RESOLVED THAT in view of the nature and extent of operations of the Company and its Directors, Promoters and Group Companies, the outstanding litigations involving the Company and its Directors, Promoters and Group Companies shall be considered material if:

- (i) The aggregate amount involved in such individual litigation exceeds 10% of profit after tax of the Company, as per the last audited financial statements; or
- ii) Where the decision in one litigation is likely to affect the decision in similar litigations, even though the amount involved in such single litigation individually may not exceed 10% of the profit after tax of the Company as per the last audited financial statements, if similar litigations put together collectively exceed 10% of profit after tax of the Company; or
- iii) Litigations whose outcome could have a material impact on the business, operations, prospects or reputations of the Company and the Board or any of its committees shall have the power and authority to determine the suitable materiality thresholds for the subsequent financial years on the aforesaid basis or any other basis as may be determined by the Board or any of its committees.



Material Creditors

RESOLVED THAT in view of the nature and extent of operations of the Company, creditors shall be considered material if dues owed by our Company to the small-scale undertakings and other creditors exceeding 5% of the trade payables for the last latest audited financial statements, as material dues for the Company.

RESOLVED FURTHER THAT the Board of Directors have declared details of Creditors as on March 15, 2023 which includes dues to the MSME, material and other creditors for the purpose of Disclosure requirements for the Initial Public Offer of the Company.

RESOLVED FURTHER THAT any Director (s) of the Company or Company Secretary of the Company, be and is hereby authorised to give true effects to the extract of this Resolution and to submit the same to the concerned authorities, whenever required."

**//Certified True Copy//
For Spazio Formulations Limited**

A handwritten signature in blue ink, appearing to read 'C. Patel', is written over a horizontal line.

**Chandresh Dilipbhai Patel
Managing Director
DIN: 08865719**





As on March 15, 2023, our Company had 05 material creditors, to whom a total amount of Rs. 841.78 Lakhs were outstanding' As per the requirements of SEBI Regulations, our Company, pursuant to a resolution of our Board dated April 03, 2023, considered creditors as material to whom the amount due exceeds 5% of the trade payables for the latest audited financial statements as per our Company's restated financials for the purpose of identification of material creditors. Based on the above, the following are the material creditors of our company.

Sr. No.	Particulars	Amount (Rs. in Lakhs)
1	Amount due to Micro and Small Enterprises	-
2	Amount due to Material Creditors	841.78
3	Amount due to Other Creditors	80.89
	Total	922.67

//Certified True Copy//
For Spazio Formulations Limited



Chandresh Dilipbhai Patel
Managing Director
DIN: 08865719

