



## INDIAN OIL CORPORATION LIMITED

### DIVIDEND DISTRIBUTION POLICY

#### **PREAMBLE:**

The shares of Indian Oil Corporation Limited (the “Company”) are listed on National Stock Exchange of India Limited, Mumbai and BSE Limited, Mumbai. As per the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI (LODR)), as amended, the Company is required to formulate a Dividend Distribution Policy which shall be disclosed in its Annual Report and on its website.

#### **OBJECTIVE:**

The Company strives for maximisation of shareholders’ value and believes that this can be attained by driving growth. The policy endeavours to strike an optimum balance between rewarding shareholders through dividend and ensuring that sufficient profits are retained for growth of the Company and other needs. The objective of the policy is to lay down a consistent approach to dividend declaration.

#### **PARAMETERS FOR DIVIDEND DISTRIBUTION:**

- The Board while declaring or recommending dividend shall ensure compliance with statutory requirements under applicable laws, regulations, guidelines etc., including the provisions of the Companies Act 2013, SEBI (LODR), and Guidelines on Capital Restructuring of CPSE as issued by Department of Investment and Public Asset Management (DIPAM).
- The Company has only one class of shares i.e. Equity shares and, hence, the parameters disclosed hereunder apply to the same.
- The Board while considering payment of dividend for a financial year may, inter-alia, consider the following factors:-
  - Profit for the financial year as well as general reserves of the Company.
  - Projections of future profits and cash flows;
  - Borrowing levels and the capacity to borrow;
  - Present and future Capital expenditure plans of the Company including organic/inorganic growth avenues.
  - Applicable taxes including tax on dividend
  - State of economy and capital markets
  - Any other factor as may be deemed fit by the Board

- Dividend shall be recommended by the Board for approval of shareholders of the Company for payment. However, the Board may also consider payment of interim dividend as and when it feels appropriate.

#### **CONFLICTS & AMENDMENTS:**

- In the event of the policy being inconsistent with any new regulatory provision, such regulatory provision shall prevail upon the corresponding provision of this policy.
- The Chairman & Director (Finance) are authorized to amend this Policy from time to time based on amendments notified.

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**Adopted on** : **29.09.2016**

**1<sup>st</sup> Amendment** : **12.12.2025**