



Dividend Distribution Policy OF Rangpur Foundry Limited

1.00 Introduction

This Dividend Distribution Policy has been prepared in compliance with the Directive No. BSEC/CMRRCD/2021-386/03 dated 14 January, 2021 of the Bangladesh Securities and Exchange Commission (BSEC) regarding dividend declaration, pay off, disbursement and compliance.

The policy shall not be the alternative to the decision of the Board of Directors rather than elaboration of the recommendation by the board on fixing the appropriate and prudent dividend amount for its Shareholders.

2.00 Definitions

“the Act” means Companies Act 1994

“the Company” means Rangpur Foundry Limited

“AGM” means Annual General Meeting

“Board” means Board of Directors of Rangpur Foundry Limited

“Directive” means Directions from BSEC from time to time on dividend policy.

“Shareholders” means Members whose name is registered in the Member’s Register of the Company.

“Shares” means Ordinary Equity Shares.

“Listing Regulation” means Stock Exchange Listing regulation 2015

“MOA” means Memorandum & Articles of Association

“Policy” means dividend declaration policy of the company

3.00 Dividend

Dividend is the share of the profit that a Company decides to distribute among its Shareholders in proportion to the amount paid-up on shares they hold in the form of Cash and/or Stock (Bonus).

The profits earned by the Company can either be retained in the business or can be distributed among the Shareholders as dividend.

Forms of Dividend

The Act deals with two types of dividend - Interim and Final.

- **Interim dividend** is a dividend payment made before a company's annual general meeting (AGM) and the release of final financial statements. This declared dividend usually accompanies the company's interim financial statements.

- **Final dividend** refers to the dividend declared by a company's board of directors

Abbas



HEAD OFFICE :