

**ORIENT ELECTRIC LIMITED**

**CIN:** L31100OR2016PLC025892

**Registered Office:** Unit VIII, Plot No. 7, Bhoinagar, Bhubaneswar, Odisha-751 012

**Tel:** 0674-2396930

**Corporate Office:** 240, Okhla Industrial Estate, Phase – III, Okhla, New Delhi -110020

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**Disclosures with respect to Orient Electric - Employees Stock Option Scheme - 2019 (ESOP Scheme – 2019) as per Regulation 14 of the Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations,2021.**

**A. Relevant disclosures in terms of the 'Guidance note on accounting for employee share-based payments' issued by Institute of Chartered Accountants of India or any other relevant accounting standards as prescribed from time to time.**

Refer to notes to audited financial statements for the financial year 2023-24, prepared as per Indian Accounting Standards (Ind-AS), available on the website of the Company, [www.orientelectric.com](http://www.orientelectric.com).

**B. Diluted EPS on issue of shares calculated in accordance with Ind AS 33 - Earnings Per Share.**

Diluted EPS for the financial year 2023-24 is Rs. 3.53 calculated as per Ind AS 33.

**C. Details related to ESOP Scheme – 2019.**

i. The description including terms and conditions of ESOP Scheme - 2019 is summarized as under:

1.	Date of shareholders' approval	March 13, 2019
2.	Total number of options approved under ESOP Scheme – 2019	30,00,000

3.	Vesting requirements	<p>The Nomination and Remuneration Committee (NRC) may in its absolute discretion determine the vesting criteria, which could either be time-based or performance-based or both, provided, that:</p> <p>There shall be minimum period of 1 (one) year between the date of grant and date of vesting.</p> <p>The options granted would vest over a maximum period of 5 (five) years or such other period as may be prescribed by applicable laws and decided by NRC, from time to time.</p>																								
4.	Exercise price or pricing formula	<p>Exercise Price shall be equivalent to the prevailing Market Price of the shares of the Company provided that the NRC may, in its sole discretion, discount the Exercise Price by upto 20% of the Market Price, as it may deem appropriate in conformity with the applicable accounting policies, if any.</p> <p>'Market Price' means the latest available closing price on an Indian Recognized Stock Exchange having higher trading volume on which the shares of the Company are listed on the date immediately prior to the Grant Date.</p> <table border="1" data-bbox="790 896 1349 1365"> <thead> <tr> <th data-bbox="790 896 1002 1109">Grant Date</th> <th data-bbox="1002 896 1209 1109">Stock Options outstanding as on 31/03/2024</th> <th data-bbox="1209 896 1349 1109">Grant Price (Rs. per Stock Option)</th> </tr> </thead> <tbody> <tr> <td data-bbox="790 1109 1002 1146">27/03/2019</td> <td data-bbox="1002 1109 1209 1146">5,80,321</td> <td data-bbox="1209 1109 1349 1146">144.10</td> </tr> <tr> <td data-bbox="790 1146 1002 1183">30/07/2019</td> <td data-bbox="1002 1146 1209 1183">24,141</td> <td data-bbox="1209 1146 1349 1183">155.00</td> </tr> <tr> <td data-bbox="790 1183 1002 1221">11/12/2019</td> <td data-bbox="1002 1183 1209 1221">99,781</td> <td data-bbox="1209 1183 1349 1221">184.10</td> </tr> <tr> <td data-bbox="790 1221 1002 1258">03/11/2022</td> <td data-bbox="1002 1221 1209 1258">1,33,618</td> <td data-bbox="1209 1221 1349 1258">272.25</td> </tr> <tr> <td data-bbox="790 1258 1002 1295">30/01/2023</td> <td data-bbox="1002 1258 1209 1295">2,07,306</td> <td data-bbox="1209 1258 1349 1295">264.95</td> </tr> <tr> <td data-bbox="790 1295 1002 1333">04/04/2023</td> <td data-bbox="1002 1295 1209 1333">3,32,180</td> <td data-bbox="1209 1295 1349 1333">253.50</td> </tr> <tr> <td data-bbox="790 1333 1002 1365">01/02/2024</td> <td data-bbox="1002 1333 1209 1365">7,85,207</td> <td data-bbox="1209 1333 1349 1365">209.05</td> </tr> </tbody> </table> <p data-bbox="790 1365 1520 1403">Above prices are exclusive of applicable taxes, if any.</p>	Grant Date	Stock Options outstanding as on 31/03/2024	Grant Price (Rs. per Stock Option)	27/03/2019	5,80,321	144.10	30/07/2019	24,141	155.00	11/12/2019	99,781	184.10	03/11/2022	1,33,618	272.25	30/01/2023	2,07,306	264.95	04/04/2023	3,32,180	253.50	01/02/2024	7,85,207	209.05
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5.	Maximum term of options granted	As per respective grants.
6	Source of shares (primary, secondary or combination)	Primary
7.	Variation in terms of options	None

ii. Method of accounting and impact on profit of the Company:

1	Method used to account for ESOP Scheme - Intrinsic or fair value.	Fair Value
2(a)	Difference between the employee compensation cost calculated using the intrinsic value of Stock Options and the employee compensation cost calculated using fair value of Stock Options.	Not Applicable
2(b)	Impact on the profits of the Company and the earnings per share ("EPS") arising due to difference in the accounting treatment and for calculation of the employee compensation cost (i.e. difference of the fair value of Stock Options over the intrinsic value of the Stock Options).	Not Applicable

iii. Option movement during the year:

<b>Particulars</b>	<b>Details</b>
Number of options outstanding at the beginning of the period	10,45,167
Number of options granted during the year	11,17,387
Number of options forfeited / lapsed during the year	4,31,961
Number of options vested during the year	5,94,806
Number of options exercised during the year	5,80,321
Number of shares arising as a result of exercise of options	5,80,321
Money realized by exercise of options (INR), if scheme is implemented directly by the Company	Rs. 8.36 crores

Loan repaid by the Trust during the year from exercise price received	Not Applicable
Number of options outstanding at the end of the year	11,26,131
Number of options exercisable at the end of the year	24,141

iv. Accounting method and assumptions: Black Scholes method of valuation

Particulars	Grant 1		Grant 2		Grant 3		Grant 4		Grant 5		Grant 6		Grant 7		
	Vesting Period-1	Vesting Period-2	Vesting Period-1	Vesting Period-2	Vesting Period-1	Vesting Period-2	Vesting Period-1	Vesting Period-2	Vesting Period-1	Vesting Period-2	Vesting Period-1	Vesting Period-2	Vesting period -1	Vesting period-2	Vesting period-3
Date of Grant	March27, 2019	March27, 2019	July 30, 2019	July 30, 2019	December 11, 2019	December 11, 2019	November 03, 2022	November 03, 2022	January 30, 2023	January 30, 2023	April 04, 2024	April 04, 2024	February 01, 2024	February 01, 2024	February 01, 2024
Stock price on the grant Date	144.10	144.10	155.00	155.00	184.10	184.10	272.25	272.25	264.95	264.95	253.55	253.55	209.05	209.05	209.05
Exercise price	144.10	144.10	155.00	155.00	184.10	184.10	272.25	272.25	264.95	264.95	253.55	253.55	209.05	209.05	209.05
Expected term (years)	5	6	5	6	5	6	4	5	4	5	4	5	4	4	4
Weighted average fair value as on grant date	63.37	68.67	61.89	67.89	73.57	81.80	112.26	112.26	86.25	111.33	92.76	106.75	74.09	74.09	74.09
Expected price volatility	40.60%	39.80%	35.75%	35.54%	34.35%	35.15%	38.48%	38.48%	29.21%	37.30%	36.17%	37.84%	34.24%	34.24%	34.24%
Risk free interest rate	7.03%	7.13%	6.35%	6.45%	6.66%	6.66%	7.33%	7.33%	7.16%	7.23%	7.14%	7.15%	7.01%	7.01%	7.01%
Expected dividend yield (per share)	0.69%	0.69%	0.69%	0.69%	0.69%	0.69%	0.73%	0.73%	0.75%	0.75%	0.79%	0.79%	0.72%	0.72%	0.72%

v. Employee wise details of the Stock Options granted during the year:

	Particulars	Name of Employee	Designation	Number of options during the year	Exercise Price (INR)
a	Senior Managerial Personnel as defined under Regulation 16(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015	Bhagirath Singh Galgat	Head - Manufacturing Excellence & Special Projects	91,240	209.05
		Aditya Kohli	CHRO	1,21,474	209.05
		Anika Agarwal	Chief Marketing & Customer Experience Officer	1,02,578	209.05
		Kapil Kohli	Head - Digital Revenue & Retail	1,28,493	209.05
		Gaurav Dhawan	Business Head – ECD	1,24,713	209.05
		Sakti Parida	Chief Procurement Officer	77,743	209.05
		Neil Anthony Dsouza	Head - Supply Chain	36,712	209.05
		Mohit Jain	Head – Service	41,031	209.05
		Amit Khurana	Business Finance Head	29,154	209.05
		Tanushree Gaur	Financial Controller	32,069	209.05
b	Employees who received grant in any one year equal to or more	Same as above			

	than 5% of options granted during the year	
c	Identified Employees who were granted option, during any one year, equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant	Nil

For more details on valuation and accounting of stock options granted under ESOP Scheme – 2019, refer to notes to audited financial statements for the financial year 2023-24, prepared as per Indian Accounting Standards (Ind-AS), available on the website of the Company, [www.orientelectric.com](http://www.orientelectric.com)