



DISTRIBUTORS LIMITED
DIVIDEND POLICY

INTRODUCTION

LASCO Distributors Limited (“The Company”) recognizes the importance of shareholders value and one way of rewarding our shareholders is through payment of dividends. Dividends are generally paid periodically by the company to its shareholders out of its profits. Dividends influence shareholders’ and potential investors’ perception of The Company’s financial strength and stock price. Dividend payments, however, reduce the amount of profits retained in the company for re-investment and consequently the level of capital accumulation. Adequate capital is important in facilitating the achievement of strategic objectives of a company.

PURPOSE AND SCOPE

In the interest of providing transparency to its shareholders where Dividends are concerned, the Board of Directors (“The Board”) of LASCO Distributors Limited has formulated this Policy which sets out the circumstances and differentiating factors to be taken into consideration when the decision is being made for distribution or retention of The Company’s profits. The objective of this Policy is to ensure the right balance between the quantum of Dividend paid and the amount of profits reinvested in The Company to achieve its strategic objectives.

DIVIDEND PAY-OUT RATE

LASCO Distributors Limited’s Board of Directors recognizes the importance of meeting the needs of shareholders, investors and the business.

- I. The Board of LASCO Distributors Limited, at its discretion may declare an interim dividend of up to 25% per year to its shareholders.

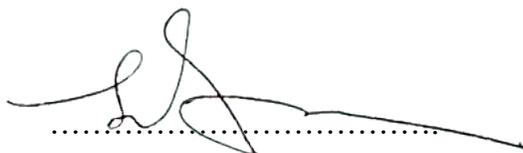
- II Declared dividend payments may be made from net profits of The Company each year after taking into consideration regulatory requirements if any.

CIRCUMSTANCES UNDER WHICH SHAREHOLDERS MAY NOT EXPECT A DIVIDEND

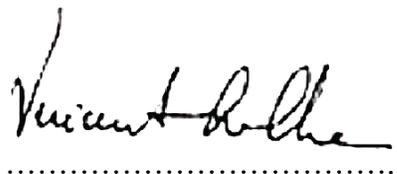
- I. Where The Company is of the view that it needs to retain profits towards business operations, expansion, acquisitions and/or towards foreseen/unforeseen events and contingencies.
- II. Where there are reasonable grounds for believing that The Company is or would be, after a Dividend payment, unable to pay its liabilities or discharge its obligations as and when they become due.

POLICY REVIEW FREQUENCY

This dividend policy should be read in conjunction with the company’s Articles of Incorporation and will be reviewed annually or more frequently as determined by the Corporate Governance Committee and approved by The Board of The Company.



Lascelles Chin
EXECUTIVE CHAIRMAN



Vincent Chen
COMPANY SECRETARY

DOCUMENT CONTROL

<i>Version</i>	<i>Date</i>	<i>Date Approved by Board</i>	<i>Area Changes made</i>
1 st	March 2021	May 26, 2021	