

EPL Limited (formerly known as Essel Propack Limited) announced on July 8, 2025, the allotment of 1.5 lakh equity shares, each with a face value of ₹2, to employees who exercised their stock options under the company's Employee Stock Option Scheme 2020 (ESOS 2020). This allotment, approved by the Security Committee of the Board of Directors, has resulted in an increase in the company's paid-up equity share capital.

EPL Limited Share Capital Changes (as of July 8, 2025)		
PARTICULARS	BEFORE ALLOTMENT	AFTER ALLOTMENT
Paid-up Equity Share Capital	₹63,95,77,106	₹63,98,77,106
Number of Equity Shares	31,97,88,553	31,99,38,553
Face Value per Share	₹2	₹2

### Action Details

The allotment of 1,50,000 equity shares stems from the exercise of stock options by eligible grantees under the ESOS 2020. Employee Stock Option Schemes are a common practice for companies to attract, retain, and motivate their workforce by offering them an ownership stake in the company. These options typically vest over a period, and employees can exercise them at a pre-determined price, often lower than the prevailing market price, thereby benefiting from the company's growth. The Security Committee of EPL Limited's Board of Directors formally approved this allotment, ensuring adherence to the scheme's terms and corporate governance standards. Each of the newly allotted shares carries a face value of ₹2, consistent with the existing equity shares of the company.

### Impact on Share Capital

Following this allotment, EPL Limited's paid-up equity share capital has increased from ₹63,95,77,106 to ₹63,98,77,106. Concurrently, the total number of outstanding equity shares has risen from 31,97,88,553 to 31,99,38,553. This incremental increase of ₹3,00,000 in the paid-up capital directly corresponds to the 1,50,000 new shares issued at their face value of ₹2 each. The company has clarified that the newly allotted equity shares rank *pari passu* with the existing fully paid-up equity shares. This means that the new shares carry the same rights and privileges as the previously issued shares, including voting rights and eligibility for dividends.

### Regulatory Compliance and Materiality

EPL Limited's announcement is in compliance with Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR Regulations). This regulation mandates listed entities to disclose any event or information that is material to the company. While the company has duly informed the stock exchanges as per regulatory requirements, it has also explicitly stated that this particular allotment is "not material in nature" to the company. This clarification suggests that the increase in share capital and the number of shares is relatively small in proportion to the company's overall financial structure and operations, and therefore, is not expected to have a significant impact on its financial position or performance.

### Shareholder and Market Perspective

For existing shareholders, the allotment of new shares under an ESOP scheme typically results in a minor dilution of their ownership percentage. However, given the company's statement that the allotment is "not material," the impact of this dilution on individual shareholders is expected to be negligible. ESOPs are generally viewed positively by the market as they align employee interests with shareholder interests, fostering long-term growth and stability. The transparency in reporting such corporate actions, even if deemed non-material, reinforces the company's commitment to regulatory compliance and good corporate governance. The market's reaction to such routine ESOP-related allotments is usually neutral, as they are anticipated as part of ongoing employee incentive programs.