

TREASURY INVESTMENT POLICY

This document serves as a Treasury Plan which lays investment policy guidelines in detail for treasury investment of Vakrangee Limited. W.e.f. **January 30, 2018**

Objectives

- Focus on transparency and follow highest Standard of Corporate Governance
- Preservation of Capital and protection of principal
- Safety of fund and investments
- Maintenance of sufficient liquidity to avoid unreasonable or avoidable risks
- Yield
- Provide a high level of current income consistent with low volatility of principal
- Achieve a total return consistent with the benchmark of permissible investment

Roles and Responsibilities

Within the organizational structure, the following have been given authorization to carry out the responsibilities as shown below:

Role:

- Board of Directors
- Investment Committee
- Group CEO
- Group CFO
- Treasury Department including Treasurer, Cash manager, Treasury analyst etc.

Responsibilities:

- Approve investment policy
- Authorize revisions and recommend changes to the investment policy
- Provide investment oversight
- Execute policy
- Interpret policy and ensure conformity
- Approve exceptions to the policy in writing
- Open investment accounts

- Establish custody relationships
- Select and change external managers
- Execute investment documents
- Update and review policy on a predetermined periodic basis
- Invest cash
- Monitor the investment results of all external investment management firms, as well as any in-house investment activities

Credit Quality of Investments Instruments:

The minimum average credit quality of the portfolio will be as below:

- AAA
- AA+
- AA
- Other equivalent

Permissible investments:

While different Investment instruments will have different investment options, the permissible investments section of an investment policy defines the types of securities that are permitted along with parameters for credit quality, maturity and diversification. This section should be updated periodically to reflect market changes and the organization’s evolving investment philosophy. The following chart is provided for illustrative purposes only and does not represent all investments or parameters. Based upon objectives, the organization would assign an appropriate parameter from the suggested ranges below.

| Investment Instruments/Securities | Minimum Credit Rating | Maximum Maturity Period | Maximum Portfolio |
|--|------------------------------------|--------------------------------|----------------------------------|
| Bank Fixed Deposit & Debt Fund | AAA, AA+, AA and others equivalent | 0-10 Years | 90% of total Treasury Fund |
| Equity Fund (Through Mutual Fund) | As per Industry Norms | 0-10 Years | Up to 10% of total Treasury Fund |
| Direct Equity Investment | Not Permissible | | |
| Private Placement Funds | Not Permissible | | |

Evaluation and Compliance:

This policy has been approved by the Management of the Company. This policy is subject to amendment from time to time. The Committee member is responsible for implementing, overseeing and reviewing this policy and for making recommendations to the Quarterly basis for modifications thereto. Should an exception need to be made, the committee member must approve. Any modifications or updates to this policy must be approved by the board of directors.