

PURAVANKARA LIMITED

CIN: L45200KA1986PLC051571

TERMS OF REFERENCE- RISK MANAGEMENT COMMITTEE

(Approved by Board of Directors on 14.11.2023)

1. Terms of Reference

The terms of reference of the Committee shall include the following:

- i. To formulate a detailed risk management policy which shall include:
 - a. A framework for identification of internal and external risks specifically faced by the listed entity, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.
 - b. Measures for risk mitigation including systems and processes for internal control of identified risks.
 - c. Business continuity plan.
- ii. To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- iii. To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
- iv. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
- v. To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- vi. The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.
- vii. To evaluate and ensure that the Company has an effective system internal control systems to enable identifying, mitigating and monitoring of the non-financial risks to the business of the Company;
- viii. To implement proper internal checks and balances and review the same periodically;
- ix. To put in place mechanism for ensuring cyber security;
- x. To ensure the implementation of the suggestions/remarks/comments of the Board of Directors on the Risk Management Plan;
- xi. To review effectiveness of risk management and control system;
- xii. Co-ordinate its activities with the Audit Committee in instances where there is any overlap in their duties and responsibilities;
- xiii. To do all other acts which incidental to the risk associated with the business of the Company.

2. Review of the Terms of Reference

The adequacy of Terms of Reference shall be reviewed and reassessed by the Committee, as and when necessary and appropriate recommendations shall be made to the Board to update the Terms of Reference based on the changes to the regulatory framework or otherwise.