

The Swastik Safe Deposit & Investments Limited
Independent Directors - Terms and conditions of appointment

The broad terms and conditions covering the appointment of Independent Directors are set out as under:

1. Appointment

- (i) The appointment as Independent Director (ID) is for a period of five consecutive years from the date of appointment.
- (ii) The appointment is subject to the articles of association, the applicable provisions of law and the terms contained herein.
- (iii) The ID will serve on one or more Committees of the Board as may be decided by the Board from time to time. The ID shall also serve as an ID on the Board (and/or Committees thereof) of any of the Company's subsidiaries or joint ventures as may be decided by the Board from time to time.

2. Duties

- (i) The ID will observe the highest standards of ethics in the role as ID.
- (ii) The ID will observe, in letter and spirit, the duties of directors as stipulated in relevant sections of the Companies Act, 2013 ('Act') and the relevant Rules prescribed thereunder, in particular, as stipulated in section 166 of the Act.
- (iii) The ID will also likewise observe the Code for Independent Directors which is codified as Schedule IV of the Act.
- (iv) The ID will strive to avoid the occurrence of any events specified under section 167 of the Act, which would result in vacation of office as Director. The ID will also strive to avoid incurring any of the disqualifications mentioned in section 164 of the Act. In the unfortunate event of such events / disqualifications getting attracted, the ID will immediately inform the Company of the same.
- (v) The ID will observe the Code of Conduct for Directors of the Company, the Code for Prevention of Insider Trading in the Securities of the Company and other similar Codes as formulated by the Company from time to time.
- (vi) The ID will promote the success of the Company for the benefit of its members as a whole.
- (vii) The ID will be required to exercise powers and discharge responsibilities as a director in accordance with the applicable law, the Company's Articles of Association and the applicable policies and procedures of the Company.

(viii) The ID will disclose any direct or indirect interest which he/she may have in any matter being considered at a board meeting or committee meeting and, save as permitted under the Act and other applicable law, will not vote on any resolution of the Board, or its committees, on any matter where the ID has any direct or indirect interest.

3. Remuneration and Expenses

- (i) The quantum of Sitting Fee, if any, shall be such as is determined by the Board from time to time. At present there is no sitting fee is being payable to the directors.
- (ii) In addition to Sitting Fee, the Board may also approve payment of performance related commission, which would be within such limit as may be permissible under the Act and as may be approved by the members of the Company.
- (iii) The ID will be entitled to reimbursement of all expenses properly incurred for participating in the meetings of the Board, its Committees and other meetings.
- (iv) In addition to the above, the Board may in its sole and uncontrolled discretion and subject to and within the framework of applicable law, agree to remunerate the ID for any services provided by the ID to the Company.
- (v) All payments for services rendered are subject to income tax and other statutory deductions and requirements.

4. Independence and Interests

- (i) In the event that the ID becomes aware of any potential or actual conflicts of interest, these should be disclosed as soon as they become apparent and the agreement of the Board may have to be sought.
- (ii) The ID would continue to maintain the qualifications stipulated under the Act and the Listing Agreement with the Stock Exchanges for being eligible to continue as Independent Director during the term of office.

5. Confidentiality

- (i) All information acquired during by the ID during his / her appointment is confidential to the Company and should not be released, communicated, nor disclosed either during the appointment or thereafter, to third parties without the prior clearance of the Chairman of the Company.
- (ii) This restriction shall cease to apply to any confidential information which may (other than by reason of breach) become available to the public generally.
- (iii) The ID shall receive, hold and retain company information under secure conditions and to take appropriate steps to maintain strict confidentiality thereof.

6. Price Sensitive Information and Dealing in the Company's Shares

During the period of appointment, the ID is required to comply with obligations under the SEBI (Prohibition of Insider Trading) Regulations, 1992 and the 'Code for Prevention of Insider Trading in the Securities of The Swastik Safe Deposit & Investments, as amended from time to time.

7. Premature conclusion of term of appointment

The ID's term of appointment may be prematurely concluded by mutual consent or if the ID commits a material breach of his/her obligations to the Company or is guilty of fraud or dishonesty or acted in a manner which brings or is likely to bring the ID or the Company into disrepute or is materially adverse to the interests of the Company.

In addition to what is stated above, continuation of the contract of appointment of an ID is also contingent on the satisfactory performance as ID and is subject to applicable law.

8. Extension of Existing Term

Upon the expiry of the present term, and subject to the ID's eligibility under the relevant provisions of the Act, Rules, Listing Agreement and other applicable law(s), as prevailing from time to time, the Board may, at its discretion and subject to the outcome of performance evaluation, recommend to the shareholders an extension or renewal of the ID's existing term for such period as it may deem fit and proper, in the interest of the Company.
