

## **CHARTER OF THE RISK MANAGEMENT COMMITTEE**

This document sets forth the purpose, authority, composition, and responsibilities of the Risk Management Committee ("RMC") of the Board of Directors of Advanta Enterprises Limited.

### **I. OBJECTIVES**

The RMC of Advanta Enterprises Limited is constituted to assist the Board in overseeing a robust risk management framework that identifies, evaluates, and mitigates key business risks. Its primary objective is to formulate and periodically review the Risk Management Policy, monitor strategic, operational, financial, compliance, and cyber risks, and ensure alignment of risk management practices with the Company's long-term objectives. The RMC promotes a risk-aware culture, reviews mitigation plans, and ensures compliance with applicable laws, while reporting significant risk exposures to the Board for informed decision-making.

### **II. COMPOSITION**

- (a) The RMC shall have minimum three members with majority of them being members of the Board of Directors, including at least one Independent Director.
- (b) The Chairperson of the RMC shall be a member of the Board of Directors and senior executives of the listed entity may be members of the RMC.

### **III. MEETING REQUIREMENTS**

- (a) The RMC shall meet at least twice during each financial year and the meeting shall be conducted in such a manner that on a continuous basis not more than two hundred and ten days shall elapse between any two consecutive meetings.
- (b) The quorum for a meeting of the RMC shall be either two members or one third of the members of the RMC, whichever is higher, including at least one member of the Board of Directors in attendance.

### **IV. ROLES AND RESPONSIBILITIES**

The role and responsibility of the Risk Management Committee shall be as follows:

1. Formulation of a detailed risk management policy which shall include:
  - a. A framework for identification of internal and external risks specifically faced by the listed entity including financial, operational, sectoral, sustainability (particularly ESG related risks), information, cyber security, data 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; and
  - c. Business continuity plan.
2. To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company.
3. To monitor and oversee implementation of the risk management policy, including evaluating

the adequacy of risk management systems and recommend for any amendment or modification thereof, as necessary.

4. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity.
5. To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken.
6. Review of the appointment, removal and terms of remuneration of the Chief Risk Officer (if any).
7. Evaluate its performance annually.
8. Delegate any of the terms mentioned hereinabove to any officer / employee of the Company or to any other person.
9. Coordinating its activities with other committees, in instances where there is any overlap with activities of such committees, as per the framework laid down by the board of directors
10. Perform such other functions as may be required under the relevant provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and various circulars issued by the regulatory authorities thereof, as amended from time to time and discharge such other functions as may be specifically delegated to the Committee by the Board from time to time

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