

Tirupati Group of Companies:

Scope

These terms and conditions are governed by the provisions of the Companies Act, 2013 and the rules made thereunder read along with the provisions of Articles of Association of Tirupati Medicare Limited and its Subsidiaries namely Tirupati Lifesciences Private Limited, Tirupati Wellness Private Limited and Newtramax Healthcare Private Limited (hereinafter collectively called as "Tirupati Group") and shall apply on appointment of every Independent Director of Tirupati Group, if any, and are subject to any changes in the governing laws including but not limited to the Companies Act 2013 and any rules and regulations made thereunder.

Terms and conditions of the appointment of the Independent Director as per Section 149 and Schedule IV of the Companies Act, 2013

In terms of Clause IV (4) of Code of Independent Directors [Schedule IV] to the Companies Act, 2013, the terms and conditions of appointment of an Independent Director of the Company are listed below. The terms of appointment as an Independent Director, as set out in this document are, inter alia, subject to the provisions of the Companies Act, 2013 (the "Act"), the Articles of Association of the Company and other applicable laws and regulations.

1. Term of Appointment

- i. The appointment will be for a term as decided by the Board.
- ii. Pursuant to Section 149 and other applicable provisions of the Act, and Schedule IV thereto the independent director will not be liable to retire by rotation.
- iii. The Independent Director may be nominated on one or more committees of the Board and in such event he/she will be provided with the relevant Committee's terms of reference.

2. Role, Duties and Responsibilities

- i. During the tenure as Independent Director of the Company, the Director shall consistently and continuously comply with the prescribed code for Independent Director set forth in Schedule-IV to the Act and all other applicable provisions of the Act and the rules made thereunder in addition to the code of conduct for members of the Board and Senior Management that may be framed by the Company in addition to Articles of Association of the Company. A Copy of Code for Independent Directors as set forth in Schedule IV to the Companies Act, 2013 is enclosed at Annexure I.
- ii. As a Member of the Board, the Independent Director along with other Directors will be collectively contribute for meeting the objectives of the Board/ Company as stipulated under the provisions of the Companies Act,

2013 or any other law applicable to the Company or the Articles of Association of the Company.

- iii. As an Independent Director on the Board of the Company, directors are expected to provide their expertise and experience in the functioning of the Board and the committees of the Board, and to bring objectivity and independence of view to the Board's discussions and to help provide the Board with effective leadership in relation to the Company's strategy, performance, and risk management as well as ensuring high standards of financial probity and corporate governance.
- iv. The Independent Directors are expected to uphold ethical standards of integrity and probity; act objectively and constructively while performing their duties and responsibilities in a bona fide manner in the interest of company and assist Company in implementing the best corporate governance practices.
- v. The Independent Directors shall continue to maintain their independence and make requisite disclosure of interest or concern in any company etc., including shareholding and changes therein as prescribed under the Act. Further, they shall not indulge in (i) direct or indirect interest that conflicts with the interest of the Company and (ii) to achieve any undue gain or advantage either to them or to their relatives, partner or associates.
- vi. All information relating to company coming to the knowledge or possession of an Independent Director during his tenure as Director is confidential to the Company and should not be released either during the tenure or thereafter to any third party without clearance from the Board.
- vii. Independent Directors shall endeavour to, inter alia, attend all meetings of the Board of Directors and of the Board Committees of which he/she may be appointed as a member and balance the conflicting interest of the stakeholders. The Independent Directors are required to hold at least one meeting in a year, without the attendance of non-independent directors. All Independent Directors will strive to be present at the said meeting.
- viii. The duties and liabilities that come with the appointment would be as per the Act, other applicable laws and regulations and the Articles of Association of the Company. Company would provide support to help the Independent Director to familiarise with the relevant duties and obligations.

3. Remuneration

During the tenure, as Director of the Company, Independent Director may be paid sitting fees and reimbursement of expenses for attending Meetings of the Board and the Committees of the Board of which the director may become a Member, as may be determined by the Board from time to time within the limits approved by the Shareholders from time to time, subject, however, always to the provisions of applicable

laws and regulations including the Act and the Articles of Association of the Company.

The Independent Director of the Company shall not be eligible/ entitled for any stock options of the Company.

4. Directors and Officers (D&O) Liability Insurance

The Company has taken an appropriate Directors' and Officers' Liability Insurance Policy to indemnify Directors for *bonafide* actions taken in connection with discharge of their fiduciary duties and liabilities under the Act, as a Director of the Company. The premium for the same is been paid regularly. It is intended to maintain such insurance cover for the term of appointment, subject to the terms and conditions of such policy in force from time to time.

5. Disclosures, other directorships and business interests:

The Independent Director will during the tenure as Director notify to the Company any change in their directorships, and provide such other disclosures and information as may be required under the applicable laws and regulations.

The Independent Directors are also expected to provide a declaration under Section 149(7) of the Companies Act, 2013, upon any change in circumstances which may affect their status as an Independent Director.

6. Change of Personal Details

During the tenure as Director of the Company, it is required to intimate the Company Secretary and Registrar of Companies either directly or through Company, of any change in any personal details provided to the Company.

7. Termination

The directorship on the Board of the Company will terminate or cease on expiry of present tenure or in accordance with the provisions of the Companies Act 2013 or any other law applicable to the Company. A Director may resign from the directorship of the Company by giving a notice in writing to the Company stating the reasons for resignation. The resignation will take effect from the date on which the notice is received by the Company or the date, if any specified, in the notice whichever is later. If at any stage during the term, there is any change that may affect the status as an Independent Director as envisaged in Section 149(6) of the Companies Act, 2013 or the person fails to meet the criteria of "independence", it will be required to submit the resignation to the Company with effect from the date of such change.

8. Cooperation

In the event of any claim or litigation against the Company, based upon any alleged conduct, act or omission on the part of the Director during their term, it is expected to render all assistance and

cooperation to the Company and provide such information and documents as are necessary and reasonably required by the Company or its Board.

9. Adherence

Independent Director shall be required to adhere with Compliance Framework Policy including but not limited to Audit Committee Policy, CSR Policy, Anti Money Laundering Policy, Gift Entertainment and Travel Policy, Compliance Responsibility Structure Policy, Political & Charitable Contribution Policy, Business Partnership Relationship Policy, Code of Conduct, Sanctions Compliance Policy and Whistle Blower Policy etc.

Schedule IV of Companies Act, 2013 [See section 149(8)]

CODE FOR INDEPENDENT DIRECTORS

The Code is a guide to professional conduct for independent directors. Adherence to these standards by independent directors and fulfilment of their responsibilities in a professional and faithful manner will promote confidence of the investment community, particularly minority shareholders, regulators and companies in the institution of independent directors.

I. Guidelines of professional conduct:

An independent director shall:

- 1) uphold ethical standards of integrity and probity;
- 2) act objectively and constructively while exercising his duties;
- 3) exercise his responsibilities in a bona fide manner in the interest of the company;
- 4) devote sufficient time and attention to his professional obligations for informed and balanced decision making;
- 5) not allow any extraneous considerations that will vitiate his exercise of objective independent judgment in the paramount interest of the company as a whole, while concurring in or dissenting from the collective judgment of the Board in its decision making;
- 6) not abuse his position to the detriment of the company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person;
- 7) refrain from any action that would lead to loss of his independence;
- 8) where circumstances arise which make an independent director lose his independence, the independent director must immediately inform the Board accordingly;
- 9) assist the company in implementing the best corporate governance practices.

II. Role and functions:

The independent directors shall:

- 1) help in bringing an independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct;
- 2) bring an objective view in the evaluation of the performance of board and management;
- 3) scrutinize the performance of management in meeting agreed goals and objectives and monitor the reporting of performance;
- 4) satisfy themselves on the integrity of financial information and that financial controls and the systems of risk management are robust and defensible;
- 5) safeguard the interests of all stakeholders, particularly the minority

- shareholders;
- 6) balance the conflicting interest of the stakeholders;
 - 7) determine appropriate levels of remuneration of executive directors, key managerial personnel and senior management and have a prime role in appointing and where necessary recommend removal of executive directors, key managerial personnel and senior management;
 - 8) moderate and arbitrate in the interest of the company as a whole, in situations of conflict between management and shareholder's interest.

III. Duties:

The independent directors shall:

- 1) undertake appropriate induction and regularly update and refresh their skills, knowledge and familiarity with the company;
- 2) seek appropriate clarification or amplification of information and, where necessary, take and follow appropriate professional advice and opinion of outside experts at the expense of the company;
- 3) strive to attend all meetings of the Board of Directors and of the Board committees of which he is a member;
- 4) participate constructively and actively in the committees of the Board in which they are chairpersons or members;
- 5) strive to attend the general meetings of the company;
- 6) where they have concerns about the running of the company or a proposed action, ensure that these are addressed by the Board and, to the extent that they are not resolved, insist that their concerns are recorded in the minutes of the Board meeting;
- 7) keep themselves well informed about the company and the external environment in which it operates;
- 8) not to unfairly obstruct the functioning of an otherwise proper Board or committee of the Board;
- 9) Pay sufficient attention and ensure that adequate deliberations are held before approving related party transactions and assure themselves that the same are in the interest of the company;
- 10) pay sufficient attention and ensure that adequate deliberations are held before approving related party transactions and assure themselves that the same are in the interest of the company;
- 11) ascertain and ensure that the company has an adequate and functional vigil mechanism and to ensure that the interests of a person who uses such mechanism are not prejudicially affected on account of such use;
- 12) report concerns about unethical behaviour, actual or suspected fraud or violation of the company's code of conduct or ethics policy;
- 13) acting within his authority, assist in protecting the legitimate interests of the company, shareholders and its employees;
- 14) not disclose confidential information, including commercial secrets, technologies, advertising and sales promotion plans, unpublished price sensitive information, unless such disclosure is expressly approved by the

Board or required by law.

IV. Manner of appointment:

- 1) Appointment process of independent directors shall be independent of the company management; while selecting independent directors the Board shall ensure that there is appropriate balance of skills, experience and knowledge in the Board so as to enable the Board to discharge its functions and duties effectively.
- 2) The appointment of independent director(s) of the company shall be approved at the meeting of the shareholders.
- 3) The explanatory statement attached to the notice of the meeting for approving the appointment of independent director shall include a statement that in the opinion of the Board, the independent director proposed to be appointed fulfils the conditions specified in the Act and the rules made thereunder and that the proposed director is independent of the management.
- 4) The appointment of independent directors shall be formalized through a letter of appointment, which shall set out:
 - a. the term of appointment;
 - b. the expectation of the Board from the appointed director; the Board-level committee(s) in which the director is expected to serve and its tasks;
 - c. the fiduciary duties that come with such an appointment along with accompanying liabilities;
 - d. provision for Directors and Officers (D and O) insurance, if any;
 - e. the Code of Business Ethics that the company expects its directors and employees to follow;
 - f. the list of actions that a director should not do while functioning as such in the company; and
 - g. the remuneration, mentioning periodic fees, reimbursement of expenses for participation in the Boards and other meetings and profit related commission, if any.
- 5) The terms and conditions of appointment of independent directors shall be open for inspection at the registered office of the company by any member during normal business hours.
- 6) The terms and conditions of appointment of independent directors shall also be posted on the company's website.

V. Re-appointment:

The re-appointment of independent director shall be on the basis of report of performance evaluation.

VI. Resignation or removal:

- 1) The resignation or removal of an independent director shall be in the same manner as is provided in sections 168 and 169 of the Act.

- 2) An independent director who resigns or is removed from the Board of the company shall be replaced by a new independent director within a period of not more than one hundred and eighty days from the date of such resignation or removal, as the case may be.
- 3) Where the company fulfils the requirement of independent directors in its Board even without filling the vacancy created by such resignation or removal, as the case may be, the requirement of replacement by a new independent director shall not apply.

VII. Separate meetings:

- 1) The independent directors of the company shall hold at least one meeting in a year, without the attendance of non-independent directors and members of management;
- 2) All the independent directors of the company shall strive to be present at such meeting;
- 3) The meeting shall:
 - a. review the performance of non-independent directors and the Board as a whole;
 - b. review the performance of the Chairperson of the company, taking into account the views of executive directors and non-executive directors;
 - c. assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

VIII. Evaluation mechanism:

- 1) The performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated. On the basis of the report of performance evaluation, it shall be determined whether to extend or continue the term of appointment of the independent director.