

**REMUNERATION POLICY**  
**(With effect from May 02, 2019)**

**OBJECTIVES OF THE POLICY**

- I. The Company's Remuneration Policy is aimed to attract and retain the best talents by ensuring a fair, transparent and equitable remuneration to employees and Directors, based inter alia on individual job requirements, responsibilities, commensurate qualifications of individuals, experience, the performance of the Company and the performance / contribution of the individual employee. The policy enables a framework that allows for fair rewards for the achievement of key deliverables, in line with industry and Group practice.
- II. The Company follows a compensation mix of fixed and performance linked variable pay. Individual performance pay is measured through a structured and transparent appraisal process.

**Managing Director (MD) / Executive Director (ED) / Whole-time Director (WTD)**

- III. When determining the remuneration for the MD / ED / WTD the Company will take into account the market sector that it operates, business performance and the practices in other comparable Companies including global companies when appropriate.
- IV. The Company pays remuneration by way of Salary, Perquisites and performance linked variable pay to its MD / ED / WTD, within the overall ceiling limits approved by the Shareholders of the Company, subject to the provisions of the Companies Act, 2013 and is effective 1st of January every year. The Nomination and Remuneration & Compensation Committee recommends the performance linked variable pay, payable to the MD / ED / WTD based on the profits for the financial year and as per the policy of the Group, based on the performance of the Company as well as that of the MD / ED / WTD and as prescribed under the Companies Act and within overall limits approved by the shareholders. The Board of Directors approves the variable pay payable for the year based on the recommendations of the Nomination & Remuneration Committee.
- V. The Company also extends other perquisites as is applicable to the Senior Management Personnel of the Company and as per the Policy of the Company as may be approved by the Nomination and Remuneration & Compensation Committee / Board of Directors from time to time.

**Remuneration payable to Non-Executive & Independent Directors**

The Company currently pays sitting fees for attending the meetings of the Board / Committees thereof, which includes Audit Committee / Nomination and Remuneration & Compensation Committee / CSR Committee, Risk Management Committee and Stakeholder's Relationship Committee. Any change in this fee would have to be approved by the Board of Directors within the limits as per the provisions of the Companies Act, 2013.

The Company also reimburses the out-of-pocket expenses incurred by the Directors for attending the meetings as and when applicable.

**Commission**

In addition to the above remuneration, Non-executive Directors/Independent Directors shall be paid Commission which shall not exceed one percent (1%) of the net profits of the Company or Rs.50 lakhs

(Rupees fifty lakhs) whichever is less as approved through a special resolution passed by the shareholders in the Annual General Meeting held in 2019. (Net profits as computed under Section 198 of the Act)

### **Key Managerial Personnel (KMP) & Senior Management Personnel (SMP)**

**Key Managerial Personnel (KMP):-** KMP as defined u/s 2(51) and Section 203 of the Companies Act, 2013, includes the Chief Financial Officer and the Company Secretary.

**Senior Management Personnel (SMP):-**means officers/personnel of the listed entity who are members of its core management team excluding board of directors and shall comprise all members of management one level below the chief executive officer/managing director/whole time director/manager (including chief executive officer/manager) in case they are not part of the board) and shall specifically include company secretary and chief financial officer.”

The Compensation package to the KMPs and the SMPs will comprise:

- Salary and applicable allowances. The annual salary revision for members of the KMPs and SMPs will be subject to approval by the Nomination and Remuneration & Compensation Committee.
- A performance linked variable pay, based on the performance of the Company and the concerned individual, within the Intellect Group’s overall Policy on variable pay.
- Applicable Perquisites based on HR policies.
- Pension and other retiral benefits in accordance with the relevant statutes.
- Any other perquisite in accordance with the Policy of the Company and as approved by the Nomination & Remuneration Committee / Board of Directors, from time to time.

### **Policy review**

(a) This Policy is framed based on the provisions of the Companies Act, 2013 and rules thereunder and the requirements of Listing Regulations.

(b) In case of any subsequent changes in the provisions of the Companies Act, 2013 or any other regulations which makes any of the provisions in the policy inconsistent with the Act or regulations, then the provisions of the Act or regulations would prevail over the policy and the provisions in the policy would be modified in due course to make it consistent with law.

(c) This policy shall be reviewed by the Nomination and Remuneration Committee as and when any changes are to be incorporated in the policy due to change in regulations or as may be felt appropriate by the Committee. Any changes or modification to the policy as recommended by the Committee would be placed before the Board of Directors for their approval.