

Orchid Securities Limited
Investment Policy

1. Background

The Company is a purely Investment Company. The primary objective of the Company is to investments in quoted & unquoted securities.

As per RBI regulations applicable to Non-Systematically Important Non-Public Deposit Accepting Non-Banking Financial Company, not less than 90% of its Net Assets should be in the form of investment in Equity Shares, Preference Shares, Bonds, Debentures, Debts or Loans/Advances. Net Assets excludes Cash & Bank balances, investment in money market instruments and money market mutual funds, advance payments of taxes and deferred tax payment.

The Company's investments broadly fall under the following categories:

- i) Investments in Securities
- ii) Investments in Quoted and unquoted shares.

2. Objective

The objective of this Policy is to provide guidance for investments of the Company's funds.

3. i) Investments in Securities

The Company can make investment in Securities as per the approved Business Plans of the Company. Each such investment will require the specific approval of the Board.

WTD and CFO or any KMP duly authorized by the Board can severally/jointly approve the current or long term investment.

ii) Investments in Quoted and Unquoted shares

(a) Quoted current investments shall;

- (i) equity shares, (ii) preference shares, (iii) debentures and bonds, (iv) Government securities including treasury bills, (v) units of mutual fund, and (vi) others.

(b) Unquoted current investments shall;

- (i) equity shares (ii) Unquoted preference shares (iii) Unquoted investments in the units of mutual funds

4. Deviations

Any deviation to the above Policy will be placed before the Board with sufficient justifications and approval by the Board.

5. Reporting to the Board

Summary of the investments made during the period and outstanding position as at the end of the period to be placed before the Board on a quarterly basis for review.