



SIMRAN FARMS LIMITED

(Farmers' Friends Since 1989)

CIN: - L01222MP1984PLC002627

TERMS & CONDITIONS OF APPOINTMENT OF INDEPENDENT DIRECTORS

(Pursuant to the provision of Schedule IV to the Companies Act, 2013 and Clause 49(II)(B)(4) of the Listing Agreement**)**

SIMRAN FARMS LIMITED

TERMS & CONDITIONS FOR APPOINTMENT OF INDEPENDENT DIRECTORS

The terms and conditions of appointment of the following Independent Directors are subject to the extant provisions of the (i) applicable laws, including the Companies Act, 2013 and Clause 49 of the Listing Agreement (as amended from time to time) and (ii) Articles of Association of the Company.

S. No.	Name of Independent Director	From	To
1	Shri Harbhajan Singh Khanuja	01.04.2014	31.03.2019
2	Dr. Surendra Singh	01.04.2014	31.03.2019
3	Smt. Jasmeet Kaur Bhatia	14.08.2014	31.03.2019

The broad terms and conditions of their appointments as Independent Directors of the Company are reproduced hereunder:

1. APPOINTMENT

The appointment will be for the period mentioned against their respective names (“**Term**”). The Company may disengage Independent Directors prior to completion of their Term subject to the compliance of relevant provisions of the Companies Act, 2013.

As Independent Directors, they will not be liable to retire by rotation.

Their reappointment at the end of the Term shall be based on the recommendation of the Nomination and Remuneration Committee and subject to the approval of the Board and the shareholders. The reappointment would be considered by the Board based on the outcome of the performance evaluation process and the directors continuing to meet the independence criteria.

2. ROLE, DUTIES AND RESPONSIBILITIES

- A. As members of the Board, they along with the other Directors will be collectively responsible for meeting the objectives of the Board which include:
- Requirements under the Companies Act, 2013
 - “Responsibilities of the Board” as outlined in the Corporate Governance requirements as prescribed by Stock Exchanges under Clause 49 of the Listing Agreement,
 - Accountability under the Director’s Responsibility Statement.
- B. They shall abide by the ‘Code for Independent Directors’ as outlined in Schedule IV to section 149(8) of the Companies Act, 2013, and duties of directors as provided in the Companies Act, 2013 (including Section 166) and in Clause 49 of the Listing Agreement.
- C. They are particularly requested to provide guidance in their area of expertise.

3. TIME COMMITMENT

They agree to devote such time as is prudent and necessary for the proper performance of their role, duties and responsibilities as an Independent Director.

4. REMUNERATION

As Independent Directors, they shall be paid sitting fees for attending the meetings of the Board. The sitting fees for attending each meeting of the Board would be as determined by the Board from time to time.

Further, they shall also be paid remuneration by way of commission as may be approved by the Board and the Shareholders from time to time.

In addition to the remuneration described hereinabove, the Company will, for the period of their appointment, reimburse for travel, hotel and other incidental expenses incurred by them in the performance of their role and duties.

5. CODE OF CONDUCT

As Independent Directors of the Company, they agree to comply with the Code of Ethics and Business Conduct applicable to all Directors (whether Executive or Non-Executive Directors), Senior Management and Designated Employees of the Company.

All Directors are required to sign a confirmation of acceptance of the said Code of Ethics and Business Conduct as adopted by the Board of Directors of the Company.

6. TRAINING AND DEVELOPMENT

The Company may, if required, conduct formal training program for its Independent Directors.

The Company may, as may be required, support Directors to continually update their skills and knowledge and improve their familiarity with the company and its business. The Company will fund/arrange for training on all matters which are common to the whole Board.

7. PERFORMANCE APPRAISAL / EVALUATION PROCESS

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.

8. DISCLOSURES, OTHER DIRECTORSHIPS AND BUSINESS INTERESTS

During the term, they agree to promptly notify the Company of any change in their directorships and provide such other disclosures and information as may be required under the applicable laws. They also agree that upon becoming aware of any potential conflict of

interest with their position as Independent Directors of the Company, they shall promptly disclose the same to the Chairman and the Company Secretary of the Company.

During their term, they agree to promptly 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.

9. CHANGES OF PERSONAL DETAILS

During the term, they shall promptly intimate the Company Secretary and the Registrar of Companies in the prescribed manner, of any change in address or other contact and personal details provided to the Company.

10. DISENGAGEMENT

They may resign from the directorship of the Company by giving a notice in writing to the Company stating the reasons for resignation. The resignation shall take effect from the date on which the notice is received by the Company or the date, if any, specified by them in the notice, whichever is later.

Their directorship on the Board of the Company shall cease in accordance with law. The Company may disengage Independent Directors prior to completion of Term (subject to compliance of relevant provisions of the Companies Act, 2013) upon

- Violation of any provision of the Code of Conduct as applicable to NEDs,
- Upon the director failing to meet the criteria for independence as envisaged in Section 149(6) of the Companies Act, 2013.