



## **STYLAM INDUSTRIES LIMITED**

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CIN: L20211CH1991PLC011732

### **OBJECTIVES OF RISK MANAGEMENT COMMITTEE**

- Review and approve the significant risk management policies and associated risk management frameworks;
- Review and approve the Corporation's risk appetite statement on an annual basis and approve any material amendment to the risk appetite statement;
- Review and approve the Contingency Funding Plan at least annually, and approve any material revisions to this plan prior to implementation;
- Review significant risk exposures and the steps that management has taken to identify, measure, monitor, control and report such exposures, including risks such as credit, market (which includes interest rate risk in the banking book and investment portfolio risk), liquidity, operational (which includes fiduciary and technology risks), strategic, and model and risks associated with incentive compensation plans;
- Evaluate risk exposure and tolerance;
- Review and evaluate the Corporation's practices with respect to risk assessment and risk management;
- Review significant issues identified by Risk and Compliance and the Internal Audit Department with respect to the risk management and compliance activities of the Corporation, together with management's responses and follow-up to these reports;
- Review significant examination reports and associated matters identified by regulatory authorities relating to risk management and compliance issues, and management's responses; and
- Review the independent Risk assessment of the company's liquidity risk management processes and the assessment of the interest rate risk in the banking book processes.

Except to the extent subject to the jurisdiction of another committee of the Board of Directors pursuant to that committee's charter, the Committee will also have the responsibility to:

- Review the scope of work of Risk and Compliance and its planned activities with respect to the risk management and compliance activities of the Corporation;
- Annually, or at other appropriate intervals, review and approve the compensation of the Chief Risk Officer, as recommended by the Chief Executive Officer and/or the Human Resources and Compensation Committee;
- Receive from management regular updates regarding corporate-wide compliance with laws and regulations;
- Review the Corporation's capital adequacy, capital planning process, stress testing and related activities;
- Escalate to Audit Committee members any items that have a significant financial statement impact or require significant financial statement/regulatory disclosures; and
- Escalate to Audit Committee members other significant issues, including, but not limited to, significant compliance issues, as soon as deemed necessary by the Committee.