

# RELIANCE VENTURES LIMITED

## POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS

### INTRODUCTION AND OBJECTIVE

In terms of Revised Regulatory Framework for Non-Banking Financial Companies issued by the Reserve Bank of India vide its Notification No. DNBR (PD) CC. NO. 002/03.10.001/2014-15 dated November 10, 2014, ('the Framework') Non-Banking Financial Companies with Asset size of Rs. 500 crore and above are required to give additional disclosures in its Balance Sheet and Annual Report as mentioned in Annex-4 to the framework.

As per Annex-4 to the Framework, the aforesaid class of companies shall disclose the policy on dealing with Related Party Transactions on its website and also in the Annual Report.

In accordance with the above, the Board of Directors of Reliance Ventures Limited (herein after referred to as "Company" or "RVL") has approved the policy on dealing with Related Party Transactions at its meeting held on March 24, 2015.

The policy will be effective from March 31, 2015.

## **SCOPE AND INCLUSION**

This policy sets definition of related party transactions and dealing with related party transactions.

## **POLICY**

1. Contracts / arrangements will be treated as Related Party Transaction if the same has been entered with any entity which fulfils the definition of “Related Party” as per Accounting Standard -18 and / or definition given under Section 2(76) of the Companies Act, 2013.
2. All related party contracts / arrangements shall be entered on arms' length basis.
3. In exceptional circumstances, where permitted by law, related party contracts / Arrangements may deviate from the principle of arm's length, after approval from Audit Committee.
4. All related party contract / arrangements shall comply with the Companies Act, 2013.
5. All related party contract / arrangements shall comply with Accounting Standards.
6. All domestic related party contracts / arrangements shall, wherever applicable, comply with Domestic Transfer Pricing Requirement under section 92BA of Income Tax Act, 1961 including certification from independent accountants under the Transfer Pricing Regulations.
7. All international related party contract / arrangements shall comply with International Transfer Pricing Requirement under section 92B of Income Tax Act, 1961 including certification from independent accountants under the Transfer Pricing Regulations.
8. The Audit Committee should review the transactions entered into with the related party on quarterly basis.