



Audit Committee Policy

The Audit Committee assists the Board in fulfilling its responsibilities for generally overseeing financial reporting processes and the audit of financial statements, including the integrity of financial statements, compliance with legal and regulatory requirements, the qualifications, the performance of internal audit function, and risk assessment and risk management.

RESPONSIBILITIES

It is the function of the Committee to enable the Board of Directors, with reliance on the Committee, to discharge their fiduciary responsibility to shareholders in respect to financial reporting and the safety and soundness of the company. For this purpose, the Committee shall have the following general duties and functions:

- **Terms of Appointment & Auditors:** The Committee will recommend terms of appointment & remunerations and other conditions of Appointment of auditors of the company.
- **Review & Discussion with Management:** Meet to review and discuss with management and the auditor of the company, annually, Half- yearly and quarterly audited/unaudited financial statements, including related party disclosures as specified in Para A of Schedule V.
- **Review with management and auditor of the company:**
 - a) the results of the company's audit and opinion of the company's auditor on the annual financial statements;
 - b) analysis prepared by management or auditor of the company setting forth significant financial reporting issues and judgments made in connection with the preparation of the financial statements.
 - c) Auditor's judgments on the quality, not just the acceptability, and consistent application of accounting principles, the reasonableness of significant judgments, clarity of disclosures and underlying estimates in the financial statements;
 - d) major issues regarding accounting principles and financial statement presentations, including changes in accounting principles or application thereof, significant judgment areas, and significant and complex transactions;
 - e) the effectiveness and adequacy of internal auditing; and
 - f) any disagreements between management and auditor of the company, about matters that individually or in the aggregate could be significant to Company's financial statements or the auditor's report, and any serious difficulties the auditor of the company in dealing with management related to the performance of the audit and management's response.

AMIC FORGING LIMITED

G. H. Chandra
Managing Director



- **Internal Controls:** The Committee will review the adequacy and effectiveness of Company's internal controls, including any significant deficiencies in such controls and significant changes or material weaknesses in such controls reported by the auditor or management and any special audit steps adopted in light of material control deficiencies, and any fraud, whether or not material, that involves management or other Company's employees who have a significant role in such controls.
- **Internal Audit:** The Committee will review the overall scope, qualifications, resources, activities, reports, organizational structure and effectiveness of the internal audit function.
- **Related Party Transactions:** The Committee will review and approve all "related party transactions," as defined in applicable laws.
- **Investigations:** The Committee will conduct or authorize investigations into any matters within the Committee's scope of responsibilities Disclosure Controls and Procedures. The Committee will review the adequacy and effectiveness of Company's disclosure controls and procedures.
- **Investments:** The Committee will review the Investment made by the Company is in compliances of applicable provisions of the Companies Act, 2013 and rules made there under.
- **Loans and Obligations:** The Committee will oversee Company's loans, loan guarantees of third party debt and obligations and outsourcings.

AUTHORITY:

- To investigate any activity within its terms of reference.
- To seek any information from any employee.
- To obtain outside legal or other professional advice.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.
- To call for comments from the auditors about internal controls systems and the scope of audit, including the observations of the auditors;
- To review financial statements before submission to the Board; and
- To discuss any related issues with the internal and statutory auditors and the management of the Company.

The Audit Committee Policy is effective from 10th day of August 2023 subject to any further amendment and modification, if desire necessary.

AMIC FORGING LIMITED

G. K. Chandra
Managing Director