

ECGC LIMITED

CODE OF BUSINESS CONDUCT AND ETHICS

(FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL)

1.0 Introduction

- 1.1 This Code shall be called “The Code of Business Conduct & Ethics for Board Members and Senior Management Personnel” of the ECGC Limited (hereinafter referred to as “the Company”).
- 1.2 The purpose of this Code is to enhance ethical and transparent processes in managing the affairs of the Company.
- 1.3 This Code for Board Members and Senior Management has been framed specially in compliance with the Guidelines issued by the Department of Public Enterprises (DPE).
- 1.4 It shall come into force with effect from the date of approval by the Board of Directors.

2.0 Definitions and Interpretations

- 2.1 The term “Board Members” shall mean Directors on the Board of Directors of the Company.
- 2.2 The term “Whole-time Directors” or “Functional Directors” shall mean the Directors on the Board of Directors of the Company who are in Whole-time employment of the Company.
- 2.3 The term “Part-time Directors” shall mean the Directors on the Board of Directors of the Company who are not in Whole-time employment of the Company.
- 2.4 The term “Relative” shall have the same meaning as defined in Section 2(77) of the Companies Act, 2013.
- 2.5 The term “Senior Management” shall mean personnel of the Company who are members of its core management team excluding Board of Directors and would comprise of all the members of management one level below the Whole time Directors, including all functional heads.
- 2.6 The term “the Company” shall mean “ECGC Ltd”.

Note: In this Code, words importing the masculine gender shall include feminine gender and words importing singular shall include the plural or vice-versa.

3.0 Applicability:

3.1 This code shall be applicable to the following personnel:

- a) All Whole-time Directors including Chairman-cum-Managing Director of the Company.
- b) All Part-time Directors including Independent Directors under the provisions of law.
- c) Senior Management.

3.2 The Whole-time Directors and Senior Management Personnel shall continue to comply with other applicable/to be applicable policies, rules and procedures of the Company.

4.0 Contents of Code:

Part I General Moral Imperatives

Part II Specific Professional Responsibilities

Part III Specific Additional Provisions for Board Members and Senior Management Personnel

4.1 This code is intended to serve as a basis for ethical decision making in the conduct of professional work. It may also serve as a basis for judging the merit of a formal complaint pertaining to violation of professional ethical standards.

4.2 It is understood that some words and phrases in the code of ethics and conduct document are subject to varying interpretations. In case of any conflict, the decision of the Board shall be final.

PART- I

5.0 General Moral Imperatives

5.1 Contribute to society and human well-being

5.1.1 This principle concerning the quality of life of all people, affirms an obligation to protect fundamental human rights and to respect the diversity of all cultures. We must attempt to ensure that the products of our efforts will be used in socially responsible ways, will meet social needs and will avoid harmful effects to health and welfare of others. In addition to a safe social environment, human well-being includes a safe natural environment.

5.1.2 Therefore, all Board Members and Senior Management who are accountable for the design, development, manufacture and promotion of Company's products, must be alert to, and make others aware of, both a legal and a moral responsibility for the safety and the protection of human life and environment.

5.2 Be honest and trustworthy & practice integrity

5.2.1 Integrity and honesty are essential components of trust. Without trust, an organisation cannot function effectively.

5.2.2 All Board Members and Senior Management are expected to act in accordance with the highest standards of personal and professional integrity, honesty and ethical conduct, while conducting business of the Public Enterprise.

5.3 Be fair and take action not to discriminate

5.3.1 The value of equality, tolerance, respect for others, and the principles of equity & justice govern this imperative. Discrimination, on the basis of race, sex, religion, caste, age, language, disability, national origins or other such factors, is an explicit violation of this Code.

5.4 Honour confidentiality

5.4.1 The principle of honesty extends to issues of confidentiality of information. The ethical concern is to respect all obligations of confidentiality to all stakeholders unless discharged from such obligations by requirements of the law or other principles of this Code.

5.4.2 All Board Members and Senior Management, therefore, shall maintain the confidentiality of all confidential unpublished information about Company's business and affairs.

5.5 Pledge & Practice

5.5.1 To strive continuously to bring about integrity and transparency in all spheres of the activities.

5.5.2 Work unstintingly for eradication of corruption in all spheres of life.

5.5.3 Remain vigilant and work towards growth and reputation of the Company.

- 5.5.4 Bring pride to the organisation and provide value-based services to the Company's stakeholders.
- 5.5.5 Do duty conscientiously and without fear or favour.

PART II

6.0 Specific Professional Responsibilities

6.1 Live the Company's Vision, Mission and Values-each day

Live the Vision, Mission and Values of the Company each day. For quick reference, they are as under:

Vision

To excel in providing export credit insurance and trade-related services.

Mission

To support the Indian Export Industry by providing cost-effective insurance and trade-related services to meet the growing needs of the Indian export market through the optimal utilisation of available resources.

Values

- Zeal to excel and zest for change
- Integrity and fairness in all matters
- Respect for dignity and potential of individuals
- Strict adherence to commitments
- Ensure speed of response
- Foster learning, creativity and teamwork
- Loyalty and pride in the Company

6.2 Strive to achieve the highest quality, effectiveness and dignity in both the processes and products of professional work

Excellence is perhaps the most important obligation of a professional. Everyone, therefore, should strive to achieve the highest quality, effectiveness and dignity in their professional work.

6.3 Acquire and maintain professional competence

Excellence depends on individuals who take responsibility for acquiring and maintaining professional competence. All are, therefore, expected

to participate in setting standards for appropriate levels of competence, and strive to achieve those standards.

6.4 Compliance with Laws

The Company's Board Members and Senior Management shall comply with all the applicable provisions of existing local, state, national, and international laws. They should also follow and obey the policies, procedures, rules and regulations relating to business of the Company.

6.5 Accept and provide appropriate professional review

Quality professional work depends on professional review and comments. Whenever appropriate, individual members should seek and utilize peer review as well as provide critical review of the work of their peers.

6.6 Manage personnel and resources to enhance the quality of working life

Organisational leaders are responsible for ensuring that a conducive working and business environment is created for fellow employees to enable them to deliver their best. The Board Members and Senior Management would be responsible for ensuring human dignity of all employees, would encourage and support the professional development of the employees of the Company by providing them all necessary assistance and cooperation, thus enhancing the quality of working.

6.7 Be upright and avoid any inducements

The Board Members and Senior Management shall not, directly or indirectly through their family and other connections, solicit any personal fee, commission or other form of remuneration arising out of transactions involving Company. This includes gifts or other benefits of significant value, which might be extended at times, to influence business for the organisation or awarding a contract to an agency, etc.

6.8 Observe Corporate Discipline:

The flow of communication within the Company is not rigid and people are free to express themselves at all levels. Though there is a free exchange of opinions in the process of arriving at decisions, but after

the debate is over and a policy consensus has been established, all are expected to adhere and abide by it, even when in certain instances one may not agree with it individually. In some cases, policies act as a guide to action, in others they are designed to put a constraint on action. All must learn to recognize the difference and appreciate why they need to observe them.

6.9 Conduct in a manner that reflects credit to the Company

All are expected to conduct themselves, both on and off duty, in a manner that reflects credit to the Company. The sum total of their personal attitude and behaviour has a bearing on the standing of Company and the way in which it is perceived within the organisation and by the public at large.

6.10 Be accountable to the Company's stakeholders

All of those whom the Company serves, be its customers, without whom the Company will not be in business, the Shareholders, who have an important stake in its business, the Employees, who have a vested interest in making it all happen, the Vendors, who support the Company to deliver in time and Society to which Company is responsible for its actions- are stakeholders of the Company. All, therefore, must keep in mind at all times that they are accountable to the Company's stakeholders.

6.11 Identify, mitigate and manage business risks

It is everybody's responsibility to follow the Risk Management Framework of the Company to identify the business risks that surround a function or area of operation of the Company and to assist in the Company-wide process of managing such risks, so that Company may achieve its wide business objectives.

6.12 Protect properties of the Company

The Board Members and Senior Management shall protect the assets including physical assets, information and intellectual rights of the Company and shall not use the same for personal gains.

PART III

7.0 Specific Additional Provisions for Board Members and Senior Management

7.1 As Board Members and Senior Management

They shall undertake to actively participate in the meetings of the Board and Committees on which they serve.

7.2 As Board Members

7.2.1 They shall undertake to inform the Chairman and Managing Director/Company Secretary of the Company of any changes in their other Board Positions, relationship with other business and other events/circumstances/conditions that may interfere with their ability to perform Board/Board Sub-Committee duties or may impact the judgement of the Board as to whether they meet the independence requirements of Guidelines of DPE.

7.2.2 They shall Undertake that without prior approval of the disinterested members of the Board, they will avoid apparent conflict of interest. Conflict of interest may exist when they have personal interest that may have a potential conflict with the interest of the Company. Illustrative cases can be:

-Related Party Transaction

Entering into any transactions or relationship with company or its subsidiaries, in which they have a financial or other personal interest (either directly or indirectly such as through a family member or relation or other person or other organisation with which they are associated).

-Outside Directorship

Accepting Directorship on the Board of any other company that competes with the business of the Company.

-Consultancy /Business/Employment

Engaging in any activity (be it in the nature of providing consultancy service, carrying on business, accepting employment) which is likely to interfere or conflict with their duties/responsibilities towards Company.

They should not invest or associate themselves in any other manner with any supplier, service provide or customer of the Company.

7.2.3 -Use of Official position for personal gains

Should not use their official position for personal gains.

7.3 Compliance with the Code of Business Conduct and Ethics

7.3.1 All Members of the Board and Senior Management of Company to uphold and promote the principles of this code

The future of the organisation depends on both technical and ethical excellence. Not only is it important for Board Members and Senior Management to adhere to the principles in this Code, but each of them should also encourage and support adherence by others.

7.3.2 Treat violations of this code as inconsistent association with the organisation

Adherence of professionals to a code of ethics is largely and generally, a voluntary matter. However, if any of Board Members and Senior Management does not follow this code, the matter would be reviewed by the Board and its decision shall be final. The Company reserves the right to take appropriate action against the defaulter.

7.4 Miscellaneous Points

7.4.1 Continuous update of Code

This Code is subject to continuous review and update in line with any changes in law, changes in Company's philosophy, vision, business plans or otherwise as may be deemed necessary by the Board and all such amendments/ modification shall take effect prospectively from the date stated therein.

7.4.2 Where to seek clarifications

Any member of Board or Senior Management requiring any clarification regarding this code of conduct may contact the Company Secretary/any officer specifically designated by the Board of Directors.
