

Material and Related Party Transaction Policy

This policy is intended to ensure the proper approval and reporting of transactions as applicable, between the Company and any of its Related Party in the best interest of the Company and its Stakeholders.

- a. Every Related Party Transaction shall be subject to the approval of the Board.
- b. The Audit Committee shall review the proposed significant Related Party Transaction submitted by management as per its terms and reference and the materiality and fairness of the transactions to ensure that these are conducted or resolved in the best interest of KGI MBA and its members. In case a member who has a potential interest in any Related Party Transactions shall not remain present at the meeting when such Related Party Transaction is considered.
- c. The Audit Committee shall be responsible for the review and approval of any material or significant RPTs or conflict of interest issues involving members of the Board, Management and stakeholders and to review and check.
- d. All Related Party Transactions should not exceed the threshold limit set by the Insurance Commission for Mutual Benefit Association.
- e. Transactions with Related Parties which are in the ordinary course of business of the company and on arm's length shall be periodically disclosed to the Board/Audit Committee.
- f. Transactions being entered with the Related Parties even though being in the ordinary course of business of the company shall be done in fair and at arm's length terms to protect the best interest of the Association, its members and stakeholders and conducted in accordance with the principles of honesty, transparency and fairness.
- g. It shall be the responsibility of Management to ensure that requisite evidence and documentation are made available to the Auditors/Audit Committee/Board, as may be required by them, to demonstrate that the transactions are conducted on arm's length basis.