



**HEALTHIUM MEDTECH LIMITED**  
**CIN No. U03311KA1992PLC013831**

Regd. Office Address: 472/D, 4<sup>th</sup> Phase, 13<sup>th</sup> Cross Peenya Industrial Area  
Bangalore -560058

**RISK MANAGEMENT POLICY**

**1. Foreword**

**1.1. Objective**

The main objective of this Risk Management Policy (“**Policy**”) is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the Policy establishes a structured and disciplined approach to Risk Management, including the development of the Risk Register, in order to guide decisions on risk evaluating & mitigation related issues. The Policy is in compliance with the provisions of Companies Act, 2013, as amended which requires the Company to lay down procedures about risk assessment and risk minimization.

**1.2. Applicability**

This Policy applies to every part of Healthium Medtech Limited’s (the “**Company**”) business and functions.

**2. Definitions**

2.1. “**Company**” means Healthium Medtech Limited.

2.2. “**Risk**” means a probability or threat of damage, injury, liability, loss, or any other negative occurrence that may be caused by internal or external vulnerabilities; that may or may not be avoidable by pre-emptive action.

2.3. “**Risk Management**” is the process of systematically identifying, quantifying, and managing all Risks and opportunities that can affect achievement of a corporation’s strategic and financial goals.

2.5. “**Risk Assessment**” means the overall process of risk analysis and evaluation.

2.5. “**Risk Register**” means a tool for recording the Risks identified under various operations.

**3. Risk Management**

Principles of Risk Management

3.1. The Risk Management shall provide reasonable assurance in protection of business value from uncertainties and consequent losses.

- 3.2. All concerned process owners of the company shall be responsible for identifying & mitigating key Risks in their respective domain.
- 3.3. The occurrence of Risk, progress of mitigation plan and its status will be monitored on periodic basis.

#### **4. Risk Management Procedures**

##### **4.1. General**

Risk management process includes four activities: Risk Identification, Risk Assessment, Risk Mitigation and Monitoring & Reporting.

##### **4.2. Risk Identification**

The purpose of Risk identification is to identify internal and external risks specifically faced by the Company, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee and identify all other events that can have an adverse impact on the achievement of the business objectives. All Risks identified are documented in the form of a Risk Register. Risk Register incorporates risk description, category, classification, mitigation plan, responsible function / department.

##### **4.3. Risk Assessment**

Assessment involves quantification of the impact of Risks to determine potential severity and probability of occurrence. Each identified Risk is assessed on two factors which determine the Risk exposure:

A. Impact if the event occurs

B. Likelihood of event occurrence

Risk Categories: It is necessary that Risks are assessed after taking into account the existing controls, so as to ascertain the current level of Risk. Based on the above assessments, each of the Risks can be categorized as – low, medium and high.

##### **4.4. Risk Mitigation**

The following framework shall be used for implementation of Risk Mitigation:

All identified Risks should be mitigated using any of the following Risk mitigation plan:

a) Risk avoidance: By not performing an activity that could carry Risk. Avoidance may seem the answer to all Risks but avoiding Risks also means losing out on the potential gain that accepting (retaining) the risk may have allowed.

b) Risk transfer: Mitigation by having another party to accept the Risk, either partial or total, typically by contract or by hedging / Insurance.

c) Risk reduction: Employing methods/solutions that reduce the severity of the loss e.g. concreting being done for preventing landslide from occurring.

d) Risk retention: Accepting the loss when it occurs. Risk retention is a viable strategy for small Risks where the cost of insuring against the Risk would be greater than the total losses sustained. All Risks that are not avoided or transferred are retained by default.

**5. Monitoring and reviewing Risks**

The Board shall formulate the policies for effective identification, monitoring, mitigation of the Risks. The Company shall maintain the Risk Register. The Risk Register once a year and adds any new material Risk identified to the existing list. These will be taken up with respective functional head for its mitigation.

Existing process of Risk Assessment of identified Risks and its mitigation plan will be appraised to Audit Committee on an annual basis.

**6. Amendment**

Any change in the Policy shall be approved by the board of directors (“**Board**”) of the Company. The Board shall have the right to withdraw and / or amend any part of this Policy or the entire Policy, at any time, as it deems fit, or from time to time, and the decision of the Board in this respect shall be final and binding. Any subsequent amendment/modification in the Companies Act, 2013 or the Rules framed thereunder or the Listing Regulations and/or any other laws in this regard shall automatically apply to this Policy.

**8. Communication of this Policy**

This Policy shall be posted on the website of the Company.

**9. Review of this Policy**

This Policy shall be reviewed by the Board periodically, atleast once in two years, including by considering the changing industry dynamics and evolving complexity.

VERSION	DATE OF LAST REVIEWED AND AMENDED BY BOARD OF DIRECTORS	DATE NEXT REVIEW BY BOARD OF DIRECTORS ON OR BEFORE
1.1	26-MAY-2022	25-MAY-2024