FINAAX CAPITAL ADVISORS PRIVATE LIMITED

MANDATE ACCEPTANCE CRITERIA

EFFECTIVE FROM DECEMBER 05, 2024

By adhering to the acceptance criteria outlined herein, the Company seeks to promote operational efficiency, mitigate potential risks, and ensure continued compliance with applicable regulatory and ethical standards.

This document is intended to serve as a dynamic and evolving framework, subject to periodic review and revision to align with emerging priorities, regulatory developments, and industry best practices.

All stakeholders involved in the mandate acceptance process are strongly encouraged to thoroughly familiarize themselves with the contents of this document to support informed decision-making, clear communication, and the effective execution of mandates across the organization.

1. Applicability of the Policy

This policy shall be applicable to all individuals associated with the Company engaged in the business of merchant banking. This includes, but is not limited to, the Board of Directors, Key Managerial Personnel (KMP), and all employees and staff members connected with the Company in any capacity. All such persons shall be bound by the terms and provisions of this policy and shall always ensure full compliance.

2. The Policy

a. The company before accepting any mandate regarding the Initial public offering (IPO)/ any other work shall first itself conduct pre-due diligence of proposed clients and its promoters which interlia as under:

   i. Meet the client and ascertain vision and objective of the IPO

   ii. Financial Stability:

   - The potential client must demonstrate a strong financial foundation by having a positive operating profit (earnings before interest, depreciation, and tax) from operations for at least two out of the three financial years preceding the application.
   - The net worth of the potential client should be positive, reflecting a sound financial position.

   iii. Legal and Compliance Standing

   - The potential client should not have been referred to the erstwhile Board for Industrial and Financial Reconstruction (BIFR), indicating a stable operational history.
   - No proceedings should have been admitted under the Insolvency and Bankruptcy Code against the potential client or its promoting companies, ensuring financial solvency and viability.
   - The potential client must not have received any winding-up petition admitted by a National Company Law Tribunal (NCLT) or court.

   iv. Fugitive Economic Offenders Status

   - The potential client and its associated entities should not be classified as fugitive economic offenders under the Fugitive Economic Offenders Act, 2018.

   v. Before executing the work, the company will sign the mandate which will clarifies the way of working and the process of working which will be followed during the tenure of the Initial Public Offering (IPO)/other work between the parties, this includes such as:

   - Pre IPO Preparatory Assistance
   - Due Diligence

- Valuation / Issue Pricing
- Preparation of IM / Investors Presentation and Handling PR & Marketing of IPO including Organizing Road-Shows
- Preparations of DRHP and Other Documents
- Issue Marketing, Investors Meet & PR
- Issue Management
- Post IPO Closure Assistance
- Fee Criteria
- Other necessary terms viz confidentiality, secretary, termination provisions etc.

Adherence to these criteria is essential to safeguard the interests of our organization, maintain financial prudence, and uphold regulatory compliance. These standards reflect our commitment to partnering with clients of high integrity, financial strength, and legal standing, fostering long-term relationships based on trust and mutual benefit.