



SARDA ENERGY & MINERALS LIMITED

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**POLICY FOR DETERMINATION OF LEGITIMATE PURPOSES
FOR
FAIR DISCLOSURE OF UNPUBLISHED PRICE SENSITIVE INFORMATION**

[Pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015]

PREFACE

This Policy, will be known as "Policy for Determination of Legitimate Purposes for Fair Disclosure of Unpublished Price Sensitive Information" hereinafter referred to as the "Policy".

This Policy is prepared in accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time.

I. OBJECTIVE

The objective of this policy is to identify 'Legitimate Purposes' for performance of duties or discharge of legal obligations, which will be considered as an exception for the purpose of procuring unpublished price sensitive information (UPSI) relating to the Company or its listed securities or proposed to be listed securities, if any.

II. DEFINITION

- a) **"Legitimate Purposes"** shall mean sharing of UPSI in the ordinary course of business by an Insider with the following, provided that such sharing has not been carried out to evade or circumvent the prohibitions of these regulations:
1. Promoters of the Company
 2. Auditors (Statutory, Internal, Branch, Cost, Secretarial, GST and any other Auditor as applicable)
 3. Staff Members of the Audit firm/team conducting the Audit
 4. Collaborators
 5. Lenders
 6. Customers
 7. Suppliers
 8. Bankers
 9. Legal Advisors
 10. Insolvency Professionals
 11. Consultants
 12. Any other advisors/consultants/partners
 13. Any other person with whom UPSI is shared
- b) **"Insider"**- Any person in receipt of UPSI pursuant to a "legitimate purpose" shall be considered as an "insider" for purpose of these regulations and due notice shall



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be given to such persons (Insiders) to maintain confidentiality of such unpublished price sensitive information in compliance with these regulations.

III. DIGITAL DATABASE

The Board of Directors shall ensure that a structured digital database is maintained containing the names of such persons or entities, as the case may be, with whom UPSI is shared under Regulation 3 along with the Permanent Account Number (PAN) or any other identifier authorized by law, where PAN is not available. Such database shall be maintained with adequate internal controls and checks, such as time stamping, audit trails, etc. to ensure non-tampering of the database.

IV. RESTRICTIONS ON COMMUNICATION AND TRADING BY INSIDERS

The board of directors shall require the parties to execute agreements to contract confidentiality and non-disclosure obligations on the part of such parties and such parties shall keep information so received confidential, and shall not otherwise trade in securities of the company when in possession of unpublished price sensitive information

V. AMENDMENT

The Board of Directors of the Company, subject to applicable laws, rules & Regulations, may amend / substitute any provision(s) with a new provision(s) or replace this entire Policy with a new Policy.

In any circumstance where the terms of this Policy differ from any law, rule, regulation etc. for the time being in force, the law, rule, regulation etc. shall take precedence over this Policy.

VI. EFFECTIVE DATE

This Policy shall come into force w.e.f. 1st April, 2019.

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