

RISK MANAGEMENT POLICY

a) Company profile:

JTPM Atsali Limited is engaged in the business of manufacturing, processing, refiners, smelters, makers, converters, finishers, importers, exporters, agents, merchants, buyers, sellers, dealers and traders in all kinds and forms of steels including tools and alloy steels, stainless and all other special steels, iron and other metals and alloys, all kinds of goods, products, articles or merchandise whatsoever manufactured wholly or partly from steels and other metals and alloys.

b) Objective:

The policy aims to ensure resilience for sustainable growth and sound corporate governance by having an identified process of risk identification and management in compliance with the provisions of the Companies Act, 2013.

c) Applicability and effective date:

The policy applies to all functions of the company.

The policy documents the practises followed for risk management.

d) Risk Management Policy:

The Board of Directors (the Board) drives developing, implementing and monitoring the risk management plan of the Company.

e) Risks, Impact and response strategies:

Type of Risk	Impact	Response strategies
Project implementation risks	The following can lead to project delays & result cost overruns – i) Scope, design & technology changes, ii) Vendor dependency for main equipment, iii) Sub-contractor availability & performance, iv) Material availability – like cement, sand etc. v) Availability of skilled manpower	Company de-risks by – i) Detailing & brain storming with client for detailing & scoping, ii) Assessing vendor capabilities & dependencies, broad basing vendor base, iii) Monitoring of sub-contractors performance, iv) Material like sand etc. kept in sub-contractor’s scope; v) Manpower planning & training, developing back-up resources.
Competitive dynamics & industry cyclicality of steel industry	Adverse global and domestic demand-supply dynamics & cyclical nature of steel /metal industry may lead operational difficulty, which can affect revenue.	Tracking the steel / metal industry trends with better market intelligence. Developing customer base in spot market.
Environment Health & Safety	The following can affect the life, property, operations, environment & regulatory compliances for the same: i. excess emissions ii. discharge of pollutants, waste iii. natural calamity iv. occupational disease v. accidents vi. fire / leakages vii. security	Company follows policies & practices of JSW Steel Ltd. as are applicable to it.

JTPM ATSALI LIMITED

Finance- a) Funding, b) Liquidity, c) Credit / debt servicing	Finance can be affected by - 1) Project risks affecting margins and working capital 2) Increased operational cost, interest, cost overrun 3) Customer financials affecting collection & vendor financials affecting credit on supplies	Company follows policies & practices of JSW Steel Ltd. as are applicable to it.
Governance, Reputation & Performance	Ineffective governance, systems, controls & reporting can affect Company's reputation & performance.	Group services ensure – <ul style="list-style-type: none">• Corporate governance,• Compliance,• Stakeholder management,• Systems &• Controls
