

DIAMOND POWER INFRASTRUCTURE LIMITED

CRITERIA FOR MAKING PAYMENT TO NON-EXECUTIVE DIRECTORS

(with effect from 18.9.2022)

CRITERIA FOR MAKING PAYMENT TO NON-EXECUTIVE DIRECTORS

With changes in the Corporate Governance norms, the role and responsibilities of Non-Executive Director(s) and the degree and quality of their engagement with the Board has undergone a substantial change over a period of time. The Non-Executive Director(s) bring in a wider perspective in the deliberations and decision-making of the Board which adds value to the Company. They also play a crucial role in the Independent functioning of the Board. Following are the criteria for making payments to Non-Executive Director(s) of the Company:

➤ Sitting Fees:

The Non-Executive Director(s) shall receive sitting fee(s) for attending meetings of the Board or Committee thereof or any other meeting as required by Companies Act, 2013, SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 or other applicable law.

➤ Remuneration:

Section 197 of the Companies Act, 2013, allows a Company to pay remuneration (excluding sitting fees) to its Non-Executive Director(s) either by way of a monthly payment or at a specified percentage of net profits of the Company or partly by one way and partly by the other, subject to the prior approval of the Shareholders of the Company.

Remuneration referred to above, may be paid to Non-Executive Director(s) as may be decided by the Board of Directors of the Company from time to time, depending on the extra time that may be devoted and contributions made by the Non-Executive Director(s) to the Company.

➤ Reimbursement of actual expenses incurred :

Non-Executive Director(s) may also be paid / reimbursed such sums incurred as actual for travel, incidental and / or actual out of pocket expenses incurred by such Director / Member for attending Board / Committee Meeting(s).

➤ Payment to Independent Director:

An Independent Director shall not be entitled to any stock option and shall receive sitting fees and reimbursement of expenses for participation in meetings of the Board or Committee thereof.

The above criteria and policy are subject to review by the Nomination & Remuneration Committee and the Board of Directors of the Company from time to time.
