

## RISK MANAGEMENT POLICY

### I PREFACE:

The Company is always been committed to adopt good Corporate Governance practices and it has work towards the risk management for it business practices. The company has already laid down procedures to inform the members of the Board about the risk assessment periodically, however as per Companies Act, 2013 read with the Rules framed there under and Clause 49 of the Listing Agreement (as amended by SEBI Circular dated 17<sup>th</sup> April, 2014 and 15<sup>th</sup> September, 2014) all Listed Company should constitute a Risk Management Committee and formulate a policy for framing, implementing and monitoring the risk management plan.

### Clause 49 (VI) Risk management:

A) The Company shall lay down procedures to inform Board members about the risk assessment and minimization procedures.

B) The Board shall be responsible for framing, implementing and monitoring the risk management plan for the company.

C) The company through its Board of Directors shall constitute a Risk Management Committee. The Board shall define the roles and responsibilities of the Risk Management Committee and may delegate monitoring and reviewing of the risk management plan to the committee and such other functions as it may deem fit.

D) The majority of Committee shall consist of members of the Board of Directors.

E) Senior executives of the company may be members of the said committee but the Chairman of the committee shall be a member of the Board of Directors.

The Board of Directors of the company has adopted the following policy and procedure with regard to Risk Management to be in compliance with the same and the said policy will be effective from 10<sup>th</sup> February, 2015 onwards.



formerly Samsons Group

**Royal Cushion Vinyl Products Limited**

**Registered Office**

60 CD, Shlok, Government Industrial Estate,  
Charkop, Kandivali West, Mumbai 400 067, INDIA

☎+91 22 28603516 ☎+91 22 28603565

CIN: L24110MH1983PLC031395

🌐 www.natroyalgroup.com

## **II OBJECTIVE:**

The policy is formed as per the Listing Agreement entered by the Company with the Stock Exchanges. To assess monitor the various risks involved in the Company and to frame methods to reduce the said risks, leading to business growth and financial sustainability.

## **III VARIOUS RISKS**

The major risk involved in the Company's Business can be summarised as under:

- **Financial Risk**
- **Economical Risk**
- **Technical Risk**
- **Human Resource Risk**
- **Foreign Exchange Risk**
- **Operational Risk**
- **Legal Risk**
- **Raw material Risk**
- **Quality Risk**
- **Environmental Risk**
- **Liquidity Risk**
- **Accounting Risk**
- **System Risk**
- **Disaster Risk**
- **Business Operations Risk**

## **IV ROLE OF THE BOARD:**

The Board will undertake the following actions to ensure risk is managed appropriately:

**Factory Address** Plot 55, Village Garadhia, Taluka Savli, Vadodara, Gujarat 391 520, INDIA ☎+91 8156004820 / 21

*Royal  
Touch*

**Jouride**  
BEST COVER

*Royal  
House*

**VIJAYJYOT**

*Royal  
knit*



formerly Samsons Group

**Royal Cushion Vinyl Products Limited**

**Registered Office**

60 CD, Shlok, Government Industrial Estate,  
Charkop, Kandivali West, Mumbai 400 067, INDIA

☎ +91 22 28603516 ☎ +91 22 28603565

CIN: L24110MH1983PLC031395

🌐 www.natroyalgroup.com

- The Board shall be responsible for framing, implementing and monitoring the risk management plan for the Company.
- The Board shall define the roles and responsibilities of the Risk Management policy and may delegate monitoring and reviewing of the risk management plan to the Board and such other functions as it may deem fit.
- Ensure that the appropriate systems for risk management are in place.
- Participate in major decisions affecting the organization's risk profile;
- Have an awareness of and continually monitor the management of strategic risks;
- Be satisfied that processes and controls are in place for managing less significant risks;
- Be satisfied that an appropriate accountability framework is working whereby any delegation risk is documented and performance can be monitored accordingly;
- Ensure risk management is integrated into board reporting and annual reporting mechanisms;

#### **V REVIEW:**

The Board Members shall whenever required, review this Policy and recommend amendments to this Policy from time to time as it deems appropriate as per the Companies Act and Listing Agreement.

Also the said policy to be communicated to all the levels i.e. vertical, horizontal and the functional heads of the Company.

**Factory Address** Plot 55, Village Garadhia, Taluka Savli, Vadodara, Gujarat 391 520, INDIA ☎ +91 8156004820 / 21

*Royal  
Touch*

**Jouride**  
BEST COVER

*Royal  
House*

**VIJAYJYOT**

*Royal  
knit*



formerly Samsons Group

**Royal Cushion Vinyl Products Limited**

**Registered Office**

60 CD, Shlok, Government Industrial Estate,  
Charkop, Kandivali West, Mumbai 400 067, INDIA

☎ +91 22 28603516 ☎ +91 22 28603565

CIN: L24110MH1983PLC031395

🌐 www.natroyalgroup.com

### VI DISCLAIMER CLAUSE:

The Management cautions readers that the risks outlined above are not exhaustive and are for information purposes only. Management is not an expert in assessment of risk factors, risk mitigation measures and management's perception of risks. Readers are therefore requested to exercise their own judgment in assessing various risks associated with the Company.

**For Royal Cushion Vinyl Products Limited**

**Vinod Shah**  
**Whole Time Director**  
**00054667**

**Place: Mumbai**  
**Dated: 10<sup>th</sup> February, 2015**

**Factory Address** Plot 55, Village Garadhia, Taluka Savli, Vadodara, Gujarat 391 520, INDIA ☎ +91 8156004820 / 21

*Royal  
Touch*

*Jouride*  
BEST COVER

*Royal  
House*

**VIJAYJYOT**

*Royal  
knit*