

**FORCE MOTORS LIMITED**  
MUMBAI-PUNE ROAD, AKURDI, PUNE 411035  
CIN: L34102PN1958PLC011172

**POLICY ON MATERIALITY OF RELATED PARTY TRANSACTIONS**

A listed company is required, as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), to formulate a Policy on Materiality of Related Party Transactions and also on dealing with such Related Party Transactions.

1. All related party transactions shall be entered on arms' length basis.
2. In exceptional circumstances, where permitted by law, related party transactions may deviate from the principle of arm's length, after approval from Audit Committee, the Board of Directors and Shareholders of the Company.
3. All related party transactions shall comply with the Companies Act, 2013.
4. All related party transactions shall comply with the provisions of the Listing Regulations.
5. All related party transactions shall comply with the applicable Accounting Standards.
6. All domestic related party transactions shall, wherever applicable, comply with Domestic Transfer Pricing Requirement under Section 92BA of the Income-tax Act, 1961.
7. Approval of Audit Committee shall be taken for related party transactions as required under the Companies Act and the Listing Regulations.
8. All related party transactions/ contract shall be reported to the Audit Committee and appropriate disclosures shall be made in the Annual Report, as may be required as per the applicable law.

The above policy is subject to change from time to time.

-----