

KAJARIA CERAMICS LIMITED

WHISTLE BLOWER POLICY

1. PREAMBLE

Kajaria Ceramics Limited (“Company”) is committed to having high corporate governance and compliance, with ethical behaviour and open communication.

Section 177 of the Companies Act, 2013 read with Regulation 22 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [the “Listing Regulations”] and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (as amended from time to time), requires a listed company to establish a vigil mechanism for its Directors and employees to report genuine concern and to freely communicate their concerns about illegal and unethical practices. The vigil mechanism shall provide for adequate safeguards against victimization of Director(s) or Employee(s) or any other person who avail the mechanism and also provide for direct access to the Chairman of the Audit Committee in appropriate or exceptional cases.

In compliance of applicable laws/Regulations, the Company has established a vigil mechanism for its Directors and Employees to report genuine concerns and formulated and revised the Whistle Blower Policy, providing a neutral and unbiased forum for any Director or Employee of the Company to voice concerns in a responsible and effective manner, where they discover information, which they believe shows serious malpractice, impropriety, abuse or violation of Code of Conduct, without fear of reprisal and also to create awareness amongst employees to report instances of leak of Unpublished Price Sensitive Information.

This Policy is intended to check that whenever any unacceptable/improper practice and/or any unethical practice and/or any instances of leak of Unpublished Price Sensitive Information and/ or any other genuine concern is reported by a Director or an employee, proper action is taken to check such practice/wrongdoing and the concerned Director or employee is protected/safeguarded against any adverse action and/or any discrimination and/or victimization for such reporting.

2. DEFINITIONS

“Act” means the Companies Act, 2013;

“Committee” means the Audit Committee constituted by the Board of Directors of the Company in accordance with Section 177 of the Act and rules made thereunder read with the provisions of the Listing Regulations, as amended from time to time;

“Company” means ‘Kajaria Ceramics Limited’;

“Competent Authority” means the following:

- in case of employees other than Key Managerial Personnel, Chairman/Vice Chairman/Managing Director shall be the Competent Authority; and
- in case of Key Managerial Personnel and Directors, the Chairman of the Audit Committee shall be the competent authority.

“Company Secretary” means the Company Secretary of the Company, for the time being.

“Directors” means Directors as defined in the Companies Act, 2013;

“Employee” means every employee of the Company (whether working in India or abroad) including the Directors in the employment of the Company;

“Improper Activity” means any activity by an employee of the Company that is undertaken in performance of his or her official duty, whether or not that act is within the scope of his or her employment, and that is:

- in violation of the Company’s Code of Conduct and rules, deliberate violation of laws/Regulations;
- abuse of authority for personal benefit or the benefit of third party;
- a suspected or actual manipulation of the Company’s data/record or accounting or financial mis-reporting;
- pilferage of confidential / proprietary information, or unauthorized disclosure of information to third party;
- a suspected or actual criminal offence, corruption, bribery, theft, conversion or misuse of the Company’s property or fraud;
- an activity involving gross misconduct, and any other unethical, biased, favoured or imprudent act;
- leak of Unpublished Price Sensitive Information or suspected leak of Unpublished Price Sensitive Information in respect of the Company.

Activities which have no nexus to the working of the Company and are purely of personal nature are specifically excluded from the definition of Improper Activity.

“Protected Disclosure” means a concern raised by a written communication made in good faith that discloses or demonstrates information that may evidence unethical or improper activity.

“Policy” means “Whistle Blower Policy” or “Vigil Mechanism”;

“Subject” means a person against or in relation to whom a Protected Disclosure is made or evidence gathered during the course of an investigation;

“Whistle Blower” means a director/ employee making a Protected Disclosure under this Policy;

“Whistle Officer” means Head of HR Department of the Company, who is nominated/appointed to receive all complaints under this Policy, conduct detailed investigation and ensure appropriate action.

3. THE GUIDING PRINCIPLES

To ensure that this Policy is adhered to, and to assure that the concern will be acted upon seriously, the Company will:

- (i) ensure that the Whistle Blower and/or the person processing the Protected Disclosure is not victimized for doing so;
- (ii) treat victimization as a serious matter including initiating disciplinary action on such person/(s);
- (iii) ensure complete confidentiality;
- (iv) not attempt to conceal evidence of the Protected Disclosure;
- (v) take disciplinary action, if any one destroys or conceals evidence of the Protected Disclosure made/to be made;
- (vi) provide an opportunity of being heard to the persons involved especially to the Subject;

4. DISQUALIFICATIONS

- i. While it will be ensured that genuine Whistle Blowers are accorded complete protection from any kind of unfair treatment as herein set out, any abuse of this protection will warrant disciplinary action.
- ii. Protection under this Policy would not mean protection from disciplinary action arising out of false or bogus allegations made by a Whistle Blower knowing it to be false or bogus or with a *mala fide* intention.
- iii. Whistle Blower, who make any Protected Disclosures, which have been subsequently found to be *mala fide*, *frivolous* or *malicious* will be disqualified from reporting further Protected Disclosures under this Policy. In respect of such Whistle blower, the Company/the Audit Committee would reserve its right to take/recommend appropriate disciplinary action.
- iv. Complaints associated with (i) any grievance or issues related to employment, (ii) superior–subordinate relationship, (iii) relationship with peers, (iv) unsatisfactory probation reports, (v) performance evaluations, and alike, would not be covered under this Policy.

5. PROCEDURE AND INVESTIGATION

- i. Employees can make Protected Disclosure to Whistle Officer, as soon as possible but not later than 30 consecutive days after becoming aware of the same.
- ii. The contact details of the Whistle Officer and Chairman of the Audit Committee of the Company is as under:
 - Whistle officer: whistleofficer@kajariaceramics.com
 - Chairman of the Audit Committee: chairmanauditcommittee@kajariaceramics.com

- iii. Whistle Blower must put his/her name to the Protected Disclosure. Concerns expressed anonymously will not be investigated.
- iv. If initial enquiries by the Whistle Officer indicate that the concern has no basis, or it is not a matter to be investigation pursued under this Policy, it may be dismissed at this stage and the decision is documented.
- v. Where initial enquiry indicate that further investigation is necessary, this will be carried by the Whistle Officer. The investigation would be conducted in a fair manner, as a neutral fact-finding process and without presumption of guilt. A written report of the findings would be made to the Committee.
- vi. If any of the member of the Committee have a conflict of interest in a Protected Disclosures, he should exclude themselves from the process.
- vii. The Whistle Officer/the Committee shall:
 - a. Make a detailed written record of the Protected Disclosure. The record will include:
 - Facts of the matter;
 - Whether the same Protected Disclosure was raised previously by anyone, and if so, the outcome thereof;
 - Whether any Protected Disclosure was raised previously against the same subject;
 - The financial/ otherwise loss which has been incurred / would have been incurred by the Company;
 - Findings of the Whistle Officer/the Committee; and
 - The recommendations of the Whistle Officer/the Committee on disciplinary/other action/(s).
 - b. The Whistle Officer shall finalise and submit the report to the Committee within 15 days.
- viii. On submission of report, the Whistle Officer shall discuss the matter with the Committee, who shall either:
 - a. In case the Protected Disclosure is proved, accept the findings of the Whistle Officer and take such disciplinary action as he may think fit and take preventive measures to avoid re-occurrence of the matter;
 - b. In case the Protected Disclosure is not proved, extinguish the matter.
- ix. In exceptional cases, where the Whistle Blower is not satisfied with the outcome of the investigation and the decision, he/she can make a direct appeal to the Chairman of the Audit Committee of the Company.
- x. A report about any instance of leak of Unpublished Price Sensitive Information or suspected leak of Unpublished Price Sensitive Information in respect of the Company shall be made to the Company Secretary of the Company and inquiry/action thereon shall be conducted as per the Company's Code of Conduct for Prevention of Insider Trading.

6. DECISION

If an investigation leads the Competent Authority to conclude that an Improper Activity or unethical act has been committed, the Competent Authority shall recommend to the management of the Company to take such disciplinary or corrective action as they deem fit. It is clarified that any disciplinary or corrective action initiated against the Subject as a result of the findings of an investigation pursuant to this Policy shall adhere to the applicable personnel or staff conduct and disciplinary procedures.

7. PROTECTION

- i. No unfair treatment will be meted out to a Whistle Blower by virtue of his/her having reported a Protected Disclosure under this Policy. The Company, as a policy, condemns any kind of discrimination, harassment, victimization or any other unfair employment practice being adopted against Whistle Blower. Complete protection will, therefore, be given to Whistle Blower against any unfair practice like retaliation, threat or intimidation of termination/suspension of service, disciplinary action, transfer, demotion, refusal of promotion, discrimination, any type of harassment, biased behavior or the like including any direct or indirect use of authority to obstruct the Whistle Blower's right to continue to perform his duties/functions including making further Protected Disclosure. The Company will take steps to minimize difficulties, which the Whistle Blower may experience as a result of making the Protected Disclosure.

Thus, if the Whistle Blower is required to give evidence in criminal or disciplinary proceedings, the Company will arrange for the Whistle Blower to receive advice about the procedure, etc.

- ii. Any other employee assisting in the said investigation or furnishing evidence shall also be protected to the same extent as the Whistle Blower.

8. SECRECY/ CONFIDENTIALITY

The Whistle Blower, the Subject, the Whistle Officer and everyone involved in the process shall:

- a. maintain complete confidentiality/ secrecy of the matter;
- b. not disclose the name of Whistle Blower;
- c. not discuss the matter in any informal/social gatherings/ meetings;
- d. discuss only to the extent or with the persons required for the purpose of completing the process and investigations;
- e. not keep the papers unattended anywhere at any time; and
- f. keep the electronic mails/files protected.

If anyone is found not complying with the above, he/she shall be held liable for such disciplinary action as is considered fit.

9. DISCLOSURE

The disclosure of this Policy shall be made in accordance with the Listing Regulations read with the Act / other applicable laws.

10. REVIEW/AMENDMENT

This Board of Directors of the Company may review, amend, abrogate, modify or revise any or all clauses of this Policy, from time to time. However, amendments in the Listing Regulations read with the Act / other applicable laws shall be binding, even if not incorporated in this Policy.

This Policy has been revised by the Board of the Company at its meeting(s) held on March 30, 2019 and January 30, 2026.