

## **CODE OF PRACTICES AND PROCEDURES FOR FAIR DISCLOSURE OF UNPUBLISHED PRICE SENSITIVE INFORMATION**

- 1) In consonance with the principles of fair disclosure specified in the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, Vishal Bearings Limited has adopted this “Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information”, in respect of fair disclosure of Unpublished Price Sensitive Information relating to the Company and/or its securities.
- 2) This Code shall come into force from the date of listing of the Company’s securities on BSE Limited (“BSE”).

### **3) Definitions:**

For the purpose of this code the following terms shall have the meanings assigned to them hereunder:

- (i) **“Act”** means the Securities and Exchange Board of India Act, 1992 (15 of 1992);
- (ii) **“Code”** or **“this Code”** shall mean this Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information.
- (iii) **“Company”** or **“the Company”** or **“VBL”** means Vishal Bearings Limited.
- (iv) **“Generally Available Information”** means information that is accessible to the public on a non-discriminatory basis, such as information published on the website of the stock exchanges.
- (v) **“Generally Available”** with respect to information shall be construed accordingly.
- (vi) **“Insider”** means any person who is:  
a connected person; or in possession of or having access to Unpublished Price Sensitive Information.
- (vii) **“SEBI Insider Trading Regulations”** means the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time.
- (viii) **“SEBI Listing Regulations”** means the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.
- (ix) **“Unpublished Price Sensitive Information”** or **“UPSI”** means any information, relating to the Company or its securities, directly or indirectly, that is not generally available which upon becoming generally available, is likely to materially affect the price of the

securities of the Company and shall, ordinarily include but not restricted to, information relating to the following:

- A. Financial Results
  - B. Dividends
  - C. change in capital structure
  - D. mergers, de-mergers, acquisitions, delisting, disposals and expansion of business and such other transactions
  - E. Changes in key managerial personnel
  - F. Any other matter as may be prescribed by law, from time to time.
- (x) Other terms not specifically defined here shall have the same meaning as assigned under the Company's Code of Conduct for prevention of insider trading in securities of Vishal Bearings Limited and the SEBI Insider Trading Regulations.

The provisions of this Code have to be read along and in conjunction with the Company's Code of Conduct for prevention of insider trading in securities of Vishal Bearings Limited, Policy for procedure of inquiry in case of leak of UPSI and the SEBI Insider Trading Regulations and if there is any inconsistency/contradiction therein, the provisions of the SEBI Insider Trading Regulations shall prevail.

#### **4) PURPOSE OF THE CODE**

This Code has been formulated to ensure prompt, timely and adequate disclosure of UPSI.

#### **5) PRINCIPLES OF FAIR DISCLOSURE OF UPSI**

The Company shall ensure:

- (i) Prompt public disclosure of UPSI that would impact price discovery no sooner than credible and concrete information comes into being in order to make such information generally available.
- (ii) Uniform and universal dissemination of UPSI to avoid selective disclosure.
- (iii) Prompt dissemination of UPSI that gets disclosed selectively, inadvertently, or otherwise to make such information generally available.
- (iv) Appropriate and fair response to queries on news reports and requests for verification of market rumours by regulatory authorities.
- (v) That information shared with analysts and research personnel is not UPSI.
- (vi) Developing best practices to make transcripts or records of proceedings of meetings with analysts and other investor relations conferences on the official website of the Company to ensure official confirmation and documentation of disclosures made.
- (vii) Handling of all UPSI on a need-to-know basis.

#### **6) OVERSEEING AND CO-ORDINATING DISCLOSURE**

- (i) The Company shall designate a Compliance Officer as a Chief Investor Relations Officer ("CIRO") to deal with dissemination and disclosure of UPSI.

- (ii) The CISO would be responsible to ensure timely, adequate, uniform and universal dissemination and disclosure of UPSI pursuant to this Code as required under the Insider Trading Regulations so as to avoid selective disclosure.
- (iii) The CISO shall be responsible for ensuring that the Company complies with continuous disclosure requirements, overseeing and co-ordinating disclosure of UPSI to Stock Exchange(s) where UIL Securities are listed, analysts, shareholders, and media, and educating employees on disclosure policies and procedures.
- (iv) Disclosure/dissemination of UPSI may normally be approved in advance by CISO. In case of doubt, the CISO shall consult and seek approval of the Chairman/ Managing Director / Chief Financial Officer, if any, constituted by the Board of Directors of the Company pursuant to the SEBI Listing Regulations before dissemination of such information.
- (v) If UPSI is accidentally disclosed without prior approval of CISO, the person responsible shall inform the CISO immediately. The CISO will then promptly disseminate the information so as to make such information generally available.

#### **7) RESPONDING TO MARKET RUMOURS**

The CISO shall be responsible for deciding whether a public announcement is necessary for verifying or denying rumours and then making the disclosure, if required. He may consult the Chairman/ Managing Director/ Chief Financial Officer, if any, constituted by the Board of Directors of the Company under the SEBI Listing Regulations and thereafter make appropriate disclosures.

#### **8) DISCLOSURE/DISSEMINATION OF PRICE SENSITIVE INFORMATION WITH SPECIAL REFERENCE TO ANALYSTS, RESEARCH PERSONNEL, INSTITUTIONAL INVESTORS**

No person, except those authorized by the CISO, shall disclose any information relating to the Company's Securities to analysts, research personnel and institutional investors.

All Directors and Employees of the Company should follow the guidelines given hereunder while dealing with analysts, research personnel and institutional investors:

- (i) Only Public information to be provided  
The Company shall provide only public information to the analyst/research personnel/large investors like institutions. The CISO shall ensure that information shared with them is not UPSI. The information given to the analyst should be made public at the earliest.
- (ii) Recording of discussion and Simultaneous release of Information  
In order to avoid misquoting or misrepresentation, it is desirable that a Company representative be present at meetings with analysts, brokers or institutional investors and discussions should preferably be recorded. When a Company organizes meetings with analysts and other investor relations conferences, the CISO will ensure that the transcripts or records

of proceedings of meetings with analysts and other investor relations conferences are posted on the official website of the Company, to ensure official confirmation and documentation of disclosures made.

(iii) Handling of unanticipated questions

The Company should be careful when dealing with Analysts questions that raise issues outside the intended scope of discussion. Unanticipated questions may be noted, and a considered response given later. If the answer includes price sensitive information, then it should be made generally available before responding.

**9) MEDIUM OF DISCLOSURE/DISSEMINATION**

- (i) The Company shall ensure that disclosure to Stock Exchange(s) where UIL Securities are listed is made promptly.
- (ii) Disclosure/dissemination of information may be done through various media so as to achieve maximum reach and quick dissemination.
- (iii) The Company may also facilitate disclosure through the use of its official website.
- (iv) The information filed by the Company with exchanges under continuous disclosure requirement may be made available on the Company website.

**10) POLICY FOR DETERMINATION OF "LEGITIMATE PURPOSE"**

The Policy for determination of "Legitimate Purposes" is annexed and forms part of this Code.

**11) REVIEW OF CODE**

The Board of Directors of the Company may amend / substitute any provision(s) with a new provision(s) or replace this entire Code with a new Code. Any amendment(s) in the statutory/regulatory requirements shall be binding even if not incorporated in this Code.

**12) THE COMPANY WILL ALSO PROMPTLY INTIMATE ANY AMENDMENT TO THIS CODE TO THE STOCK EXCHANGES(S) WHERE UIL SECURITIES ARE LISTED, AS REQUIRED UNDER THE INSIDER TRADING REGULATIONS.**

**13) THIS CODE SHALL BE PUBLISHED ON THE OFFICIAL WEBSITE OF THE COMPANY WWW.VISHALBEARINGS.COM**