

The Jana Small Finance Bank Limited has in place the Committee for Monitoring Large Value Frauds in accordance with the provisions of the Companies Act, 2013 and as required by RBI.

Chairman:

The Chairman of the Bank shall be the Chairman of the Committee.

The Chairman of the Committee should report to the Board, and as appropriate, make recommendations to the Board after each Committee meeting.

Composition:

Five members of the Board of Directors, consisting of MD & CEO, two members from Audit Committee of the Board and two other members from the Board excluding RBI nominee.

The Committee may invite such of the executives, as it considers appropriate to be present at the meetings of the Committee.

Secretary:

The Company Secretary of the Bank shall act as the Secretary to the Committee. Minutes of the meetings shall be recorded and maintained by the Company Secretary and shall be presented to the Committee for approval at its subsequent meeting.

Meetings and Quorum:

The periodicity of the meetings of the Committee may be decided according to the number of cases involved. In addition, the Committee should meet and review as and when a fraud involving an amount of INR 10 million and above comes to light. The quorum necessary for the transaction of business will be two members.

The objective of this Committee is the effective detection of frauds and immediate reporting thereof to regulatory and enforcement agencies of actions taken against the perpetrators of frauds. All the frauds involving an amount of INR 10 million and above should be monitored and reviewed by the Committee of the Board.

The terms of reference of the Committee are as under:

- a. Identify the systemic lacunae, if any, that facilitated perpetration of the fraud and put in place measures to plug the same;
- b. Identify the reasons for delay in detection, if any, reporting to top management of the Bank and RBI;
- c. Monitor progress of CBI / Police Investigation and recovery position;
- d. Ensure that staff accountability is examined at all levels in all the cases of frauds and staff side action, if required, is completed quickly without loss of time;