

HAPPY FORGINGS LIMITED

Tax Policy

Version	Approval date	Description
Version 1	May 17 , 2025	Original policy

OBJECTIVE

Happy Forgings Limited is committed to maintain the highest standards of integrity and transparency with respect to tax affairs of the Company by complying with all relevant tax laws , its rules and regulations.

TAX POLICY AND CONTROL SYSTEM

- Timely payment of all tax dues and the filing of all tax returns according to tax provisions and the rules thereof. The rules of tax accounting and reporting as prescribed to be followed in entirety.
- Continuously monitor changes to tax legislations and the government policies and its implementation in the Company.
- Set up internal controls and systems to prevent any non-compliances.
- Engaging third party tax experts for interpretation of tax regulations where there is uncertainty regarding the application of tax laws.
- Decisions can be taken by analyzing industry approaches and trends and its impact.
- Ensuring compliance of transfer pricing regulations , if applicable .
- Dealing with tax authorities with full Co-operation and in transparent manner.
- Setting up process for timely claim of tax refunds and management of tax litigations.
- Conducting periodic tax risk assessment and update the management . In case of material tax litigations, the same be placed before the Audit Committee for consideration.

GOVERNANCE

The Company's commitment is to manage the tax matters fairly and transparently which will provide the necessary certainty to all our stakeholders.

As a process, the tax decision is initiated by the tax team of the Company. Relevant discussions are conducted to take note of the relevant changes in law and communicated to all concerned.

CFO of the Company will communicate with the Audit Committee or the Board on the tax matters .

Material tax litigations will be communicated to the Audit Committee for consideration .

REVIEW & AMENDMENTS

The policy document shall be periodically reviewed at an interval of every 3 years or as and when this policy requires amendments.

