POLITICALLY EXPOSED PERSONS POLICY

Objective

Vridhi Capital & Finance Private Limited ("the Company"), a SEBI-registered Stock Broker and Depository Participant, is committed to complying with the Prevention of Money Laundering Act, 2002 (PMLA), SEBI Master Circulars, FIU-IND guidelines, and other applicable regulatory requirements. This Policy establishes the framework for identifying, assessing, and monitoring relationships with Politically Exposed Persons (PEPs) to mitigate the risks of money laundering, terrorist financing, corruption, and reputational risk.

Definition

A Politically Exposed Person (PEP) is an individual who is or has been entrusted with prominent public functions in India or any foreign country. This includes Heads of State or Government, senior politicians, senior government, judicial or military officials, senior executives of state-owned enterprises, senior political party officials, senior officials of international organizations, and, where applicable, their immediate family members and close associates.

Policy

The Company shall adopt a risk-based approach while dealing with Politically Exposed Persons. Before establishing a business relationship with a PEP, prior approval of the Senior Management shall be obtained. Enhanced Due Diligence (EDD), including verification of identity, beneficial ownership, source of funds, and source of wealth, shall be conducted as considered appropriate.

Where an existing customer or beneficial owner is subsequently identified as a PEP, the relationship shall be reviewed, and approval of the Senior Management shall be obtained for its continuation. Such accounts shall be classified as high risk and subjected to enhanced ongoing monitoring. Any unusual or suspicious transaction shall be examined and reported to the appropriate regulatory authorities, wherever required.

The Company reserves the right to decline, restrict, or terminate any business relationship where the associated risks cannot be satisfactorily mitigated or where regulatory requirements are not fulfilled.

Review

This Policy shall be reviewed periodically, or earlier if required, to ensure continued compliance with applicable laws, regulatory requirements, and industry best practices.

Last Reviewed on	Reviewed By	Approved By
02-04-2026	Compliance Officer	Management