

Quarterly Compliance Report on Corporate Governance

Name of the company : **PARAGON FINANCE LIMITED**

Quarter ending on : **SEPTEMBER 30, 2014**

<u>Particulars</u>	<u>Clause of Listing Agreement</u>	<u>Compliance Status YES/NO</u>	<u>Remarks</u>
I. Board of Directors	49 I		
(A) Composition of Board	49 (IA)	YES	
(B) Non-executive Directors' compensation & disclosures	49 (IB)	YES	
(C) Other provisions as to Board and Committees	49 (IC)	YES	
(D) Code of Conduct	49 (ID)	YES	
II. Audit Committee	49 (II)		
(A) Qualified & Independent Audit Committee	49 (IIA)	YES	
(B) Meeting of Audit Committee	49 (IIB)	YES	
(C) Powers of Audit Committee	49 (IIC)	YES	
(D) Role of Audit Committee	49 (IID)	YES	
(E) Review of Information by Audit Committee	49 (IIE)	YES	
III. Subsidiary Companies	49 (III)	YES	No material non-listed or listed Subsidiary Company
IV. Disclosures	49 (IV)		
(A) Basis of related party transactions	49 (IV A)	YES	Complied with at the AGM
(B) Disclosure of Accounting Treatment	49 (IV B)	N.A.	Accounting Standard followed
(C) Board Disclosures	49 (IV C)	YES	
(D) Proceeds from public issues, rights issues, preferential issues etc.	49 (IV D)	N.A.	The Co. did not come out with any kind of issue during the Quarter.
(E) Remuneration of Directors	49 (IV E)	YES	Complied with at the AGM
(F) Management	49 (IV F)	YES	Complied with at the AGM
(G) Shareholders	49 (IV G)	YES	Complied with at the AGM
V. CEO/CFO Certification	49 (V)	YES	Complied with at the AGM
VI. Report on Corporate Governance	49 (VI)	YES	Complied with at the AGM
VII. Compliance	49 (VII)	YES	Complied with at the AGM