



**PREFERENTIAL PROCUREMENT
POLICY
OF
S.J.S. ENTERPRISES LIMITED**

Sl. No	Particulars	Date
1.	Policy adopted	15.04.2026



FOREWORD

S.J.S. Enterprises Limited (hereinafter referred to as “SJS” or “the Company”) is committed to principled, sustainable, and diversified procurement. As a leader in precision manufacturing, we recognize that our supply chain is a powerful tool for socio-economic development. This policy formalizes our intent to prioritize suppliers who embody our core values and contribute to a resilient, inclusive industrial ecosystem.

OBJECTIVE AND PURPOSE

The primary objective is to foster growth among Micro, Small, and Medium Enterprises (MSMEs), local startups, and underserved entities. SJS aims to:

- Integrate disadvantaged and marginalized groups into the mainstream economy.
- Align procurement with Government of India directives and ESG (Environmental, Social, and Governance) standards.
- Ensure all sourcing remains competitive, transparent, and cost-effective without compromising on the high-quality standards required for the automotive and white goods sectors.
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SCOPE

This policy applies to all procurement activities at SJS. We actively seek to engage with "Preferential Suppliers," defined as entities owned or led by individuals facing social, economic, or geographic barriers.

Priority shall be given to:

- MSMEs and local enterprises
- Women-led and diverse-owned businesses
- Startups and emerging enterprises
- Suppliers from economically or socially disadvantaged backgrounds.

The Company will also promote sourcing from suppliers who demonstrate responsible business practices, including environmental sustainability, ethical conduct, and compliance with applicable standards and regulations.

Through this approach, SJS aims to strengthen local ecosystems, support inclusive growth, and build a resilient and responsible supply chain.



POLICY STATEMENT

1. Purchase Preference Framework

Unless otherwise specified, S.J.S. Enterprises Limited (“SJS”) shall extend purchase preference to eligible suppliers in line with applicable Government of India policies, including:

- Local suppliers under the “Make in India” initiative
- Micro and Small Enterprises (MSEs)
- Recognized startups
- Any other categories as notified by the Government from time to time

SJS shall, wherever feasible, encourage participation of such suppliers by incorporating appropriate eligibility criteria, relaxations, and support measures within its procurement processes.

2. Guiding Principles

SJS shall conduct its procurement activities based on the following principles:

1. Selection of suppliers based on quality, reliability, and capability to meet business requirements
2. Ensuring fairness, transparency, and compliance with applicable laws and regulations
3. Promoting environmentally responsible sourcing and sustainable practices
4. Encouraging participation from diverse supplier groups, including MSMEs, women-owned enterprises, and socially disadvantaged businesses
5. Partnering with suppliers who uphold ethical practices, human rights, and responsible business conduct

3. Implementation Mechanisms

SJS shall implement this policy through the following measures:

- Procurement Practices: Procurement processes and contracts may include provisions to encourage participation from diverse and disadvantaged suppliers
- Business Allocation: Preference may be given to eligible suppliers, subject to meeting quality and technical requirements
- Financial Support: Efforts may be made to provide reasonable payment terms and facilitate access to financial support where feasible
- Supplier Ecosystem: SJS shall encourage its suppliers and partners to engage with diverse and inclusive vendor networks

- Supplier Database: A database of eligible suppliers may be maintained, supported by relevant documentation and certifications

4. Responsibility, Measurement and Reporting

The responsibility for implementation of this Policy rests with the Head of Procurement.

- Performance shall be periodically monitored through relevant metrics such as procurement from diverse suppliers and local sourcing
- Periodic reviews and audits may be conducted to ensure compliance and effectiveness

5. Board and Senior Management Oversight

Policy effectiveness shall be monitored and reviewed periodically by the Board, Management and Head of Operations. Due diligence shall be conducted at regular intervals to identify and integrate marginalized groups into the manufacturing value chain, ensuring alignment with ESG objectives.

6. Grievance Redressal Mechanism

Suppliers and stakeholders shall report grievances confidentially through:

- Email: procurement.grievance@sjsindia.com
- Portal: <https://www.sjsindia.com/procurement-grievances>