

**CITPL**

**POLICY ON CORPORATE SOCIAL  
RESPONSIBILITY**

**Introduction:**

This Corporate Social Responsibility (CSR) Policy lays down process and standards in relation to CSR of the Company.

The same is prepared based on the provisions of Section 135 of the Companies Act 2013 (the "Act") read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and Schedule VII of the Act.

The policy may be reviewed and updated to reflect adoption of changes in provisions of the Act or on need basis.

As per the above provisions of the Act, all companies having a net worth of Rs. 500 crores or more or turnover of Rs. 1000 crores or more or a net profit of Rs. 5 crores or more during any financial year is required to constitute a Corporate Social Responsibility Committee (the Committee) and at least 2% of the average Net Profits of the company made during the three immediately preceding financial years must be spent towards CSR by the Company.

**Constitution of CSR Committee:**

The CSR Committee shall comprise of minimum two Directors.

The Board of Directors of the Company has constituted a CSR Committee comprising of:

Mr. Suresh Narayana Amirapu  
Mr. Gobu Selliaya

The Committee can be re-constituted on need basis by the Board of the Company.

The quorum for the Committee meetings shall be 2 members.

**Role of the CSR Committee:**

The CSR Committee shall aid the Board of Directors in fulfilling its CSR activities by

- Formulating and recommending a CSR Policy to the Board
- Recommending CSR activities and expenditure to be incurred on CSR
- Monitoring the CSR Projects and policy of the company from time to time

**CSR Scope:**

1. The Company can carry out CSR projects or programs in areas or subjects as specified in Schedule VII of the Act, as per below. Provided that the company shall give preference to the local area and areas around it where it operates.

Activities relating to:

(i) Eradicating extreme hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set

up by the Central Government for promotion of sanitation and making available safe drinking water;

(ii) promoting education, including special education and employment enhancing vocation skill especially among children, women, elderly and the differently abled and livelihood enhancement projects;

(iii) promoting gender equality and empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backwards groups;

(iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga;

(v) protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art, setting up public libraries, promotions and developments of traditional arts and handicrafts;

(vi) measures for the benefit of armed forces veterans, war widows and their dependents;

(vii) training to promote rural sports, nationally recognized sports, paralympic sports and Olympic sports;

(viii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the scheduled caste, tribes, other backward classes, minorities and women;

(ix) contribution or funds provided to technology incubators located within academic institutions which are approved by the Central Government;

(x) rural development projects'

(xi) slum area development.

CITPL aims to nurture and develop cross partnerships with government, the private sector and NGOs to focus on community-led campaigns for the betterment of the environment that eventually help solve some of today's most urgent social, environmental, and safety challenges.

In addition, CITPL is developing programs to engage its employees in volunteer activities to help educate and raise awareness about social issues across the underprivileged sections of society.

2. The Board of a company may decide to undertake its CSR activities approved by the CSR Committee, through:

a) a company established under section 8 of the Act or a registered trust or a registered society, established by the company, either singly or along with any other company, or

b) a company established under section 8 of the Act or a registered trust or a registered society, established by the Central Government or State Government or any entity established under an Act of Parliament or a State legislature

Provided that if the Board decides to undertake its CSR activities through a company established under section 8 of the Act or a registered trust or a registered society, other than those specified above, then such company or trust or society shall have an established track record of three years in undertaking similar programs or projects and the company has specified the projects or programs to be undertaken, the modalities of utilization of funds of such projects and programs and the monitoring and reporting mechanism.

3. The company may also collaborate with other companies for undertaking projects or programs or CSR activities in such a manner that the CSR Committees of respective companies are in a position to report separately on such projects or programs
4. The Company may build CSR capacities of its own personnel as well as those of the implementing Agencies through Institutions with established track records of at least three financial years but such expenditure including expenditure on administrative overheads shall not exceed 5% of total CSR expenditure of the company in one financial year

### **CSR Expenditure:**

The Company shall spend in every financial year at least 2% of the average net profits of the Company made during the three immediately preceding financial year on the CSR activities as per the applicable provisions of the Companies Act, 2013 and rules made thereunder.

CSR expenditure shall include all expenditure including contribution to corpus, or on projects or programs relating to CSR activities approved by the Board on the recommendation of CSR Committee, but does not include any expenditure on an item not in conformity or not in line with activities which fall within the areas or subjects, specified in Schedule VII of the Act.

The CSR projects or programs or activities undertaken in India only shall amount to CSR expenditure.

The surplus arising out of the CSR projects or programs or activities shall not form part of the business profit of the Company.

### **Focused Project with Alliance:**

1. CITPL will focus its efforts on the areas of safeguarding the water bodies, solid waste management environment protection.  
For example, restoration of ponds nearby the CITPL Terminal location area by having an alliance with an NGO's, community-led campaigns.
2. CITPL CSR projects will be implemented directly by the company or by partnership with NGO's.